| | | | | | ST DEPARTMENT DIVISION O | | TURAL RES | | | | AMENI | FC DED REPOI | RM 3 | |
|----------------|---------------------------|----------------------|-----------------|----------------|-------------------------------------|-----------------|---------------|--------------|----------|-----------------------|------------------|-----------------|---------------|----------------|
| | | AF | PPLICATION FO | R PERM | IIT TO DRILL | | | | | 1. WELL NAME and N | JMBER NBU 922 | -33F4CS | | |
| 2. TYPE C | F WORK | DRILL NEW WELL | REENTER | P&A WELL | DEEPEN | I WELL |) | | | 3. FIELD OR WILDCAT | | | | |
| 4. TYPE O | F WELL | | | | thane Well: NO | | ž. | | | 5. UNIT or COMMUNIT | | AGREEN | ENT NAM | 1E |
| 6. NAME | OF OPERATOR | | | | | | | | | 7. OPERATOR PHONE | | | | |
| 8. ADDRE | SS OF OPERAT | | KERR-MCGEE OIL | & GAS ON | NSHORE, L.P. | | | | | 9. OPERATOR E-MAIL | 720 92 L | 9-6515 | | |
| 10. MINER | RAL LEASE NUM | BER | P.O. Box 173779 | | CO, 80217 | SHIP | | | | julie.ja | | anadarko | .com | |
| | L, INDIAN, OR S | | | | | DIAN 🔵 | STATE (|) FEE(| | | DIAN 🔵 | STATE | F | EE 🔵 |
| 13. NAME | OF SURFACE | OWNER (if box 12 | = 'fee') | | | | | | | 14. SURFACE OWNER | R PHONE | (if box 12 | = 'fee') | |
| 15. ADDR | ESS OF SURFA | CE OWNER (if box | 12 = 'fee') | | | | | | | 16. SURFACE OWNER | R E-MAIL | (if box 12 | ! = 'fee') | |
| | N ALLOTTEE O | R TRIBE NAME | | | NTEND TO COMM | | RODUCTION | NFROM | | 19. SLANT | | | | |
| (If box 12 | 2 = 'INDIAN') | | | | ATT-1 | | ing Applicati | on) NO 🤇 |) | VERTICAL DIF | RECTION | AL 📵 H | HORIZON | AL 🔵 |
| 20. LOC | ATION OF WELL | - | | FOOTAG | ES | QTF | R-QTR | SECT | ION | TOWNSHIP | R/ | ANGE | МЕ | RIDIAN |
| LOCATIO | ON AT SURFACE | | 242 | 7 FNL 69 | 00 FWL | SV | WNW | 33 | | 9.0 S | 22 | 2.0 E | | S |
| Top of U | Ippermost Proc | lucing Zone | 2513 | FNL 181 | 17 FWL | SE | ENW | 33 | B | 9.0 S | 22 | 2.0 E | | S |
| At Total | Depth | | 2513 | FNL 181 | 17 FWL | SE | ENW | 33 | 1 | 9.0 S | 22 | 2.0 E | | S |
| 21. COUN | ITY | UINTAH | | 22. DI | ISTANCE TO NEA | REST LEA 167 | | eet) | | 23. NUMBER OF ACRE | ES IN DRI 13 | | IT | |
| | | | | | ISTANCE TO NEA lied For Drilling | | leted) | POOL | | 26. PROPOSED DEPTI | | TVD: 101 | 55 | |
| 27. ELEV | ATION - GROUN | ID LEVEL | | 28. B | OND NUMBER | | | | | 29. SOURCE OF DRIL | | | | |
| | | 4934 | | | | WYB00 | 00291 | | | WATER RIGHTS APPR | 43-8 | | PPLICAB | LE |
| | | | | | Hole, Casing | | | | | | | | | |
| String Surf | Hole Size | Casing Size 8.625 | 0 - 2320 | Weight 28.0 | Grade & T | | Max Mu | | | Cement | | Sacks 180 | Yield 1.15 | Weight 15.8 |
| Suii | 11 | 0.025 | 0 - 2320 | 20.0 | J-55 L1 | IQU | 0. | . 2 | | Type V Class G | | 270 | 1.15 | 15.8 |
| Prod | 7.875 | 4.5 | 0 - 10334 | 11.6 | HCP-110 | LT&C | 12 | .5 | Pre | mium Lite High Stre | ngth | 310 | 3.38 | 12.0 |
| | | | | | | | | | | 50/50 Poz | | 1530 | 1.31 | 14.3 |
| | | | | | A | TTACH | MENTS | | | | | | | |
| | VEF | RIFY THE FOLLO | WING ARE AT | ACHED | IN ACCORDAN | ICE WITI | H THE UT | AH OIL AN | ID GAS | CONSERVATION G | ENERA | L RULES | | |
| ⊮ w | ELL PLAT OR M | AP PREPARED BY | LICENSED SURVE | YOR OR E | ENGINEER | | СОМ | PLETE DRII | LLING PI | LAN | | | | |
| AF | FIDAVIT OF STA | ATUS OF SURFACE | OWNER AGREEN | IENT (IF F | EE SURFACE) | | FORM | 1 5. IF OPER | RATOR IS | S OTHER THAN THE LE | EASE OW | NER | | |
| I DII | RECTIONAL SU | RVEY PLAN (IF DIR | ECTIONALLY OR | HORIZON | NTALLY DRILLED |)) | торо | GRAPHICA | L MAP | | | | | |
| NAME G | ina Becker | | | TITLE | Regulatory Analy | rst II | | | PHON | E 720 929-6086 | | | | |
| SIGNATU | JRE | | | DATE | 12/14/2012 | | | | EMAIL | . gina.becker@anadark | o.com | | | |
| | ber assigned 047533980 | | | APPRO | OVAL | | | | Bro | ocylll | | | | |
| | | | | | | | | | Perm | nit Manager | | | | |

NBU 922-33E Pad Drilling Program

1 of 6

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 922-33F4CS

Surface: 2427 FNL / 690 FWL SWNW BHL: 2513 FNL / 1817 FWL SENW

Section 33 T9S R22E

Unitah County, Utah Mineral Lease: UTU-01191-A

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. & 2.a <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

| <u>Formation</u> | <u>Depth</u> | <u>Resource</u> |
|------------------|--------------|-----------------|
| Uinta | 0 - Surface | |
| Green River | 1,171' | |
| Birds Nest | 1,487' | Water |
| Mahogany | 1,872' | Water |
| Wasatch | 4,383' | Gas |
| Mesaverde | 6,838' | Gas |
| Sego | 9,061' | Gas |
| Castlegate | 9,108' | Gas |
| Blackhawk | 9,555' | Gas |
| TVD = | 10,155' | |
| TD = | 10,334' | |

2.c Kerr McGee Oil & Gas Onshore LP (Kerr McGee) may elect to drill to (i) the Blackhawk formation (part of the Mesaverde Group), (ii) to a shallower depth within the Mesaverde Group, or (iii) to the Wasatch Formation. If Kerr McGee drills to the Blackhawk formation, please refer to Blackhawk as the bottom formation. The attached Blackhawk Drilling Program includes Total Vertical Depth, Total Depth, and appropriate casing and cement programs for the deeper formation.

If Kerr-McGee drills to a shallower depth in the Mesaverde Group or to the Wasatch Formation, please refer to the attached Wasatch/Mesaverde Drilling Program which includes Total Vertical Depth, Total Depth, and appropriate casing and cement programs for the shallower formations.

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the Standard Operating Practices on file with the BLM Vernal Field Office.

NBU 922-33E Pad Drilling Program 2 of 6

4. Proposed Casing & Cementing Program:

Please refer to the attached Blackhawk Drilling Program and the Wasatch/Mesaverde Drilling Program

5. Drilling Fluids Program:

Please refer to the attached Blackhawk Drilling Program and the Wasatch/Mesaverde Drilling Program

Evaluation Program:

Please refer to the attached Blackhawk Drilling Program and the Wasatch/Mesaverde Drilling Program

7. Abnormal Conditions:

7.a Blackhawk (Part of Mesaverde Group)

Maximum anticipated bottom hole pressure calculated at 10155' TVD, approximately equals 6,499 psi (0.64 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 4,251 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

7.b Wasach Formation/Mesaverde Group

Maximum anticipated bottom hole pressure calculated at 9061' TVD, approximately equals 5,527 psi (0.61 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,558 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the Standard Operating Practices on file with the BLM Vernal Field Office.

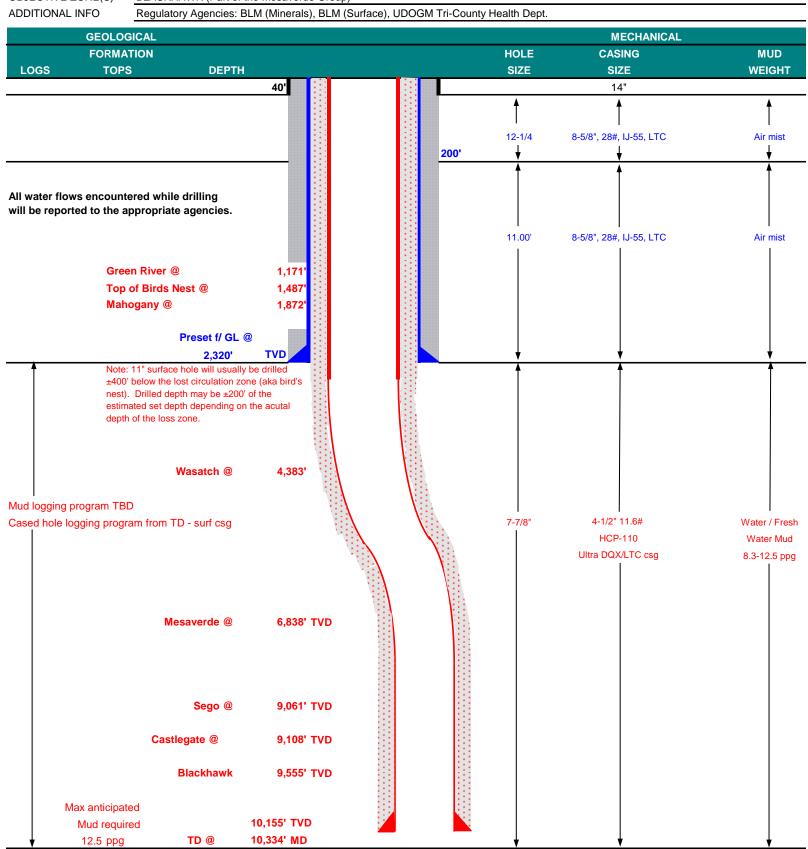
10. <u>Other Information:</u>

Please refer to the attached Blackhawk Drilling Program and the Wasatch/Mesaverde Drilling Program



KERR-McGEE OIL & GAS ONSHORE LP Blackhawk Drilling Program

COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP DATE November 8, 2012 NBU 922-33F4CS 10,334' MD WELL NAME TD 10,155' TVD **FIELD** Natural Buttes **COUNTY Uintah** STATE Utah FINISHED ELEVATION 4,934' SURFACE LOCATION SWNW 2427 FNL 690 FWL Sec 33 T 9S R 22E Latitude: 39.993131 Longitude: -109.451958 **NAD 83** BTM HOLE LOCATION SENW 2513 FNL 1817 FWL R 22E Sec 33 T 9S Latitude: 39.992896 Longitude: -109.447938 **NAD 83 OBJECTIVE ZONE(S)** BLACKHAWK (Part of the Mesaverde Group)



DESIGN FACTORS



KERR-McGEE OIL & GAS ONSHORE LP Blackhawk Drilling Program

CASING PROGRAM

CONDUCTOR

SURFACE

PRODUCTION

| | | | | | | | | | LTC | DQX |
|--------|-------|-------|---------|-------|---------|-------|--------|----------|---------|---------|
| SIZE | INT | ERVAL | | WT. | GR. | CPLG. | BURST | COLLAPSE | TE | ENSION |
| 14" | (| 0-40' | | | | | | | | |
| | | | | | | | 3,390 | 1,880 | 348,000 | N/A |
| 8-5/8" | 0 | to | 2,320 | 28.00 | IJ-55 | LTC | 2.32 | 1.73 | 6.12 | N/A |
| | | | | | | | 10,690 | 8,650 | 279,000 | 367,174 |
| 4-1/2" | 0 | to | 5,000 | 11.60 | HCP-110 | DQX | 1.19 | 1.31 | | 3.79 |
| 4-1/2" | 5,000 | to | 10,334' | 11.60 | HCP-110 | LTC | 1.19 | 1.31 | 5.57 | |

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 9000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

| | FT. OF FILL | DESCRIPTION | SACKS | EXCESS | WEIGHT | Γ | YIELD |
|---------------------|-------------|--|---------------|--------------|----------|---|-------|
| SURFACE LEAD | 500' | Premium cmt + 2% CaCl | 180 | 60% | 15.80 | | 1.15 |
| Option 1 | | + 0.25 pps flocele | | | | | |
| TOP OUT CMT (6 jobs | 1,200' | 20 gals sodium silicate + Premium cmt | 270 | 0% | 15.80 | | 1.15 |
| | | + 2% CaCl + 0.25 pps flocele | | | | | |
| SURFACE | | NOTE: If well will circulate water to | surface, opti | on 2 will be | utilized | - | |
| Option 2 LEAD | 1,820' | Premium cmt + 16% Gel + 10 pps gilsonite | 220 | 35% | 12.00 | | 2.86 |
| | | + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps | | | | | |
| TAIL | 500' | Premium cmt + 2% CaCl | 150 | 35% | 15.80 | | 1.15 |
| | | + 0.25 pps flocele | | | | | |
| TOP OUT CMT | as required | Premium cmt + 2% CaCl | as req. | | 15.80 | | 1.15 |
| PRODUCTION LEAD | 3,874' | Premium Lite II +0.25 pps | 310 | 35% | 12.00 | | 3.38 |
| | | celloflake + 5 pps gilsonite + 10% gel | | | | | |
| | | + 0.5% extender | | | | | |
| TAIL | 6,460' | 50/50 Poz/G + 10% salt + 2% gel | 1,530 | 35% | 14.30 | | 1.31 |
| | | + 0.1% R-3 | | | | | |

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well. 1 centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

IF extreme mud losses are observed OR cement doesn't reach surface on a well on the pad, a DV Tool may be used. With Cement Baskets above and Below it.

DRILLING ENGINEER: Nick Spence / Danny Showers / Travis Hansell DATE:

DRILLING SUPERINTENDENT: Kenny Gathings / Lovel Young DATE:

NRIL 022 325 Rad Drilling Program Approved by Drilling 110012 year

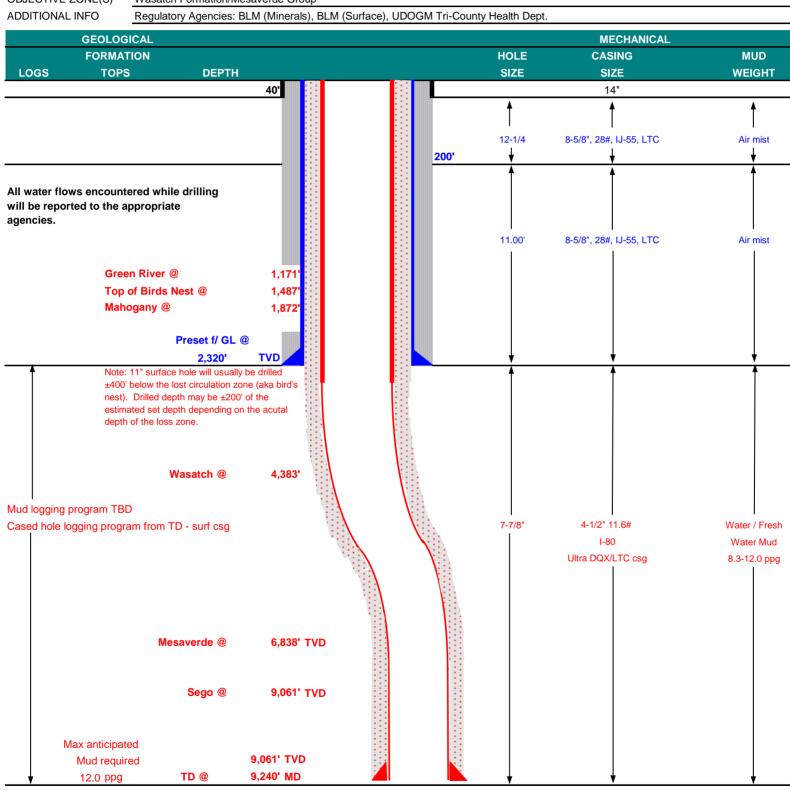
NBU 922-33E Pad- Drilling Program Approved by Drilling- 110912.xlsx

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained



KERR-McGEE OIL & GAS ONSHORE LP Wasatch/Mesaverde Drilling Program

| COMPANY NAME KER | R-McGEE OIL 8 | & GAS ONSHORI | E LP | | DATE | November | 8, 2012 | | |
|---------------------|---------------|------------------|-------------------|------------------|----------|-----------------|-----------------|-----------|--|
| WELL NAME NB | U 922-33F4C | S | | | TD | 9,061' | TVD | 9,240' MD | |
| FIELD Natural Butte | S | COUNTY | Uintah S | ΓΑΤΕ <u>Utal</u> | <u> </u> | FINIS | SHED ELEVATION_ | 4,934' | |
| SURFACE LOCATION | SWNW | 2427 FNL | 690 FWL | Sec 33 | T 9S | R 22E | | | |
| | Latitude: | 39.993131 | Longitude: | -109.45 | 1958 | | NAD 83 | | |
| BTM HOLE LOCATION | SENW | 2513 FNL | 1817 FWL | Sec 33 | T 9S | R 22E | | | |
| | Latitude: | 39.992896 | Longitude: | -109.447 | 7938 | | NAD 83 | | |
| OBJECTIVE ZONE(S) | Wasatch Form | nation/Mesaverde | Group | | | | | | |
| ADDITIONAL INFO | Regulatory Ag | encies: BLM (Mir | nerals), BLM (Sui | rface), UDC | GM Tri-C | County Health D | ept. | | |





KERR-McGEE OIL & GAS ONSHORE LP Wasatch/Mesaverde Drilling Program

CASING PROGRAM

CONDUCTOR

SURFACE PRODUCTION

| | | | | | | | | | LTC | DQX |
|--------|-------|-------|--------|-------|-------|-------|-------|----------|---------|---------|
| SIZE | INT | ERVA | L | WT. | GR. | CPLG. | BURST | COLLAPSE | TE | ENSION |
| 14" | (| 0-40' | | | | | | | | |
| | | | | | | | 3,390 | 1,880 | 348,000 | N/A |
| 8-5/8" | 0 | to | 2,320 | 28.00 | IJ-55 | LTC | 2.32 | 1.73 | 6.12 | N/A |
| | | | | | | | 7,780 | 6,350 | | 267,035 |
| 4-1/2" | 0 | to | 5,000 | 11.60 | I-80 | DQX | 1.11 | 1.12 | | 3.05 |
| | | | | | | | 7,780 | 6,350 | 223,000 | |
| 4-1/2" | 5,000 | to | 9,240' | 11.60 | I-80 | LTC | 1.11 | 1.12 | 5.55 | |

Surface Casing:

(Burst Assumptions: TD = 12.0 ppg)

0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @

7000 psi)

0.61 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

| FT. OF FILL | DESCRIPTION | SACKS | EXCESS | WEIGHT | YIELD |
|-------------|--|----------------------------|--|---|--|
| 500' | Premium cmt + 2% CaCl | 180 | 60% | 15.80 | 1.15 |
| | + 0.25 pps flocele | | | | |
| 1,200' | 20 gals sodium silicate + Premium cmt | 270 | 0% | 15.80 | 1.15 |
| | + 2% CaCl + 0.25 pps flocele | | | | |
| | NOTE: If well will circulate water to | surface, opti | on 2 will be | utilized | |
| 1,820' | Premium cmt + 16% Gel + 10 pps gilsonite | 220 | 35% | 12.00 | 2.86 |
| | + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps | | | | |
| 500' | Premium cmt + 2% CaCl | 150 | 35% | 15.80 | 1.15 |
| | + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps | | | | |
| as required | Premium cmt + 2% CaCl | as req. | | 15.80 | 1.15 |
| 3,880' | Premium Lite II +0.25 pps | 310 | 35% | 12.00 | 3.38 |
| | celloflake + 5 pps gilsonite + 10% gel | | | | |
| | + 0.5% extender | | | | |
| 5,360' | 50/50 Poz/G + 10% salt + 2% gel | 1,270 | 35% | 14.30 | 1.31 |
| | + 0.1% R-3 | | | | |
| | 1,200' 1,820' 500' as required 3,880' | 500' Premium cmt + 2% CaCl | 500' Premium cmt + 2% CaCl 180 + 0.25 pps flocele 1,200' 20 gals sodium silicate + Premium cmt 270 + 2% CaCl + 0.25 pps flocele NOTE: If well will circulate water to surface, option 1,820' Premium cmt + 16% Gel + 10 pps gilsonite 220 + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps 500' Premium cmt + 2% CaCl 150 + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps as required Premium cmt + 2% CaCl as req. 3,880' Premium Lite II +0.25 pps 310 celloflake + 5 pps gilsonite + 10% gel + 0.5% extender 5,360' 50/50 Poz/G + 10% salt + 2% gel 1,270 | 500' Premium cmt + 2% CaCl 180 60% + 0.25 pps flocele 1,200' 20 gals sodium silicate + Premium cmt 270 0% + 2% CaCl + 0.25 pps flocele NOTE: If well will circulate water to surface, option 2 will be 20 35% Premium cmt + 16% Gel + 10 pps gilsonite 220 35% + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps 500' Premium cmt + 2% CaCl 150 35% + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps as required Premium cmt + 2% CaCl as req. 3,880' Premium Lite II +0.25 pps 310 35% celloflake + 5 pps gilsonite + 10% gel + 0.5% extender 5,360' 50/50 Poz/G + 10% salt + 2% gel 1,270 35% | 500' Premium cmt + 2% CaCl 180 60% 15.80 + 0.25 pps flocele 1,200' 20 gals sodium silicate + Premium cmt 270 0% 15.80 + 2% CaCl + 0.25 pps flocele NOTE: If well will circulate water to surface, option 2 will be utilized 1,820' Premium cmt + 16% Gel + 10 pps gilsonite 220 35% 12.00 + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps 500' Premium cmt + 2% CaCl 150 35% 15.80 + 0.25 pps Flocele + 3% salt BWOC + GR 3 pps as required Premium cmt + 2% CaCl as req. 15.80 3,880' Premium Lite II +0.25 pps 310 35% 12.00 celloflake + 5 pps gilsonite + 10% gel + 0.5% extender 5,360' 50/50 Poz/G + 10% salt + 2% gel 1,270 35% 14.30 |

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

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Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well. I centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

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Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

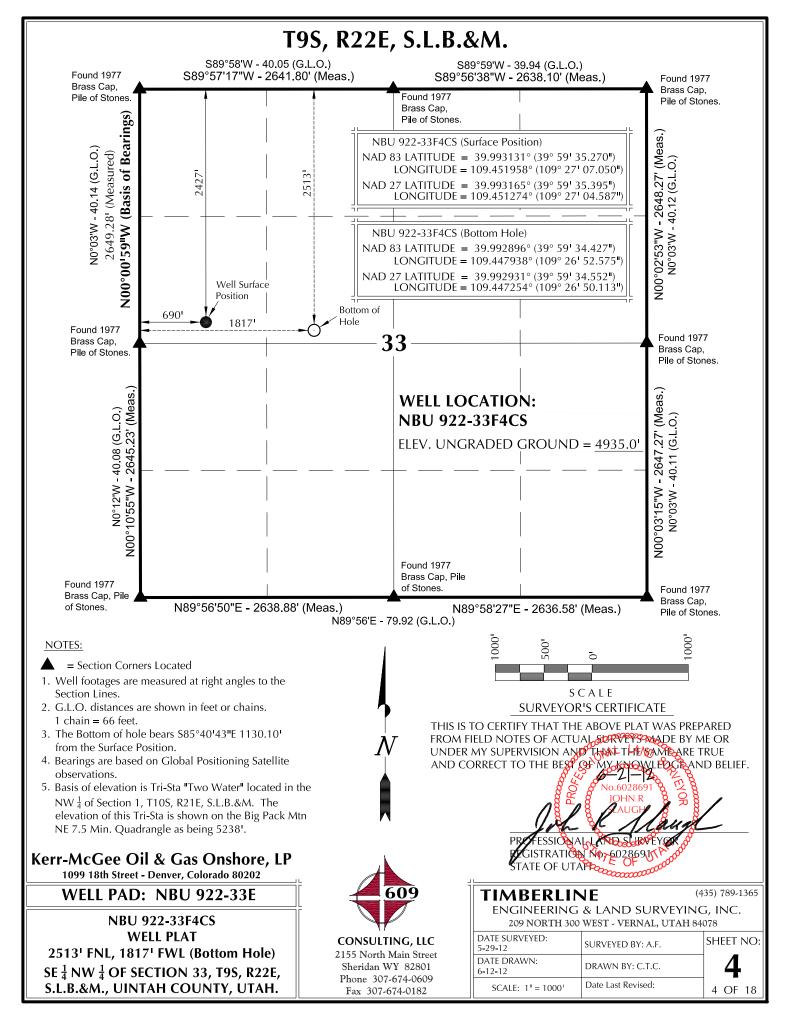
IF extreme mud losses are observed OR cement doesn't reach surface on a well on the pad, a DV Tool may be used. With Cement Baskets above and Below it.

 DRILLING ENGINEER:
 Nick Spence / Danny Showers / Travis Hansell
 DATE:

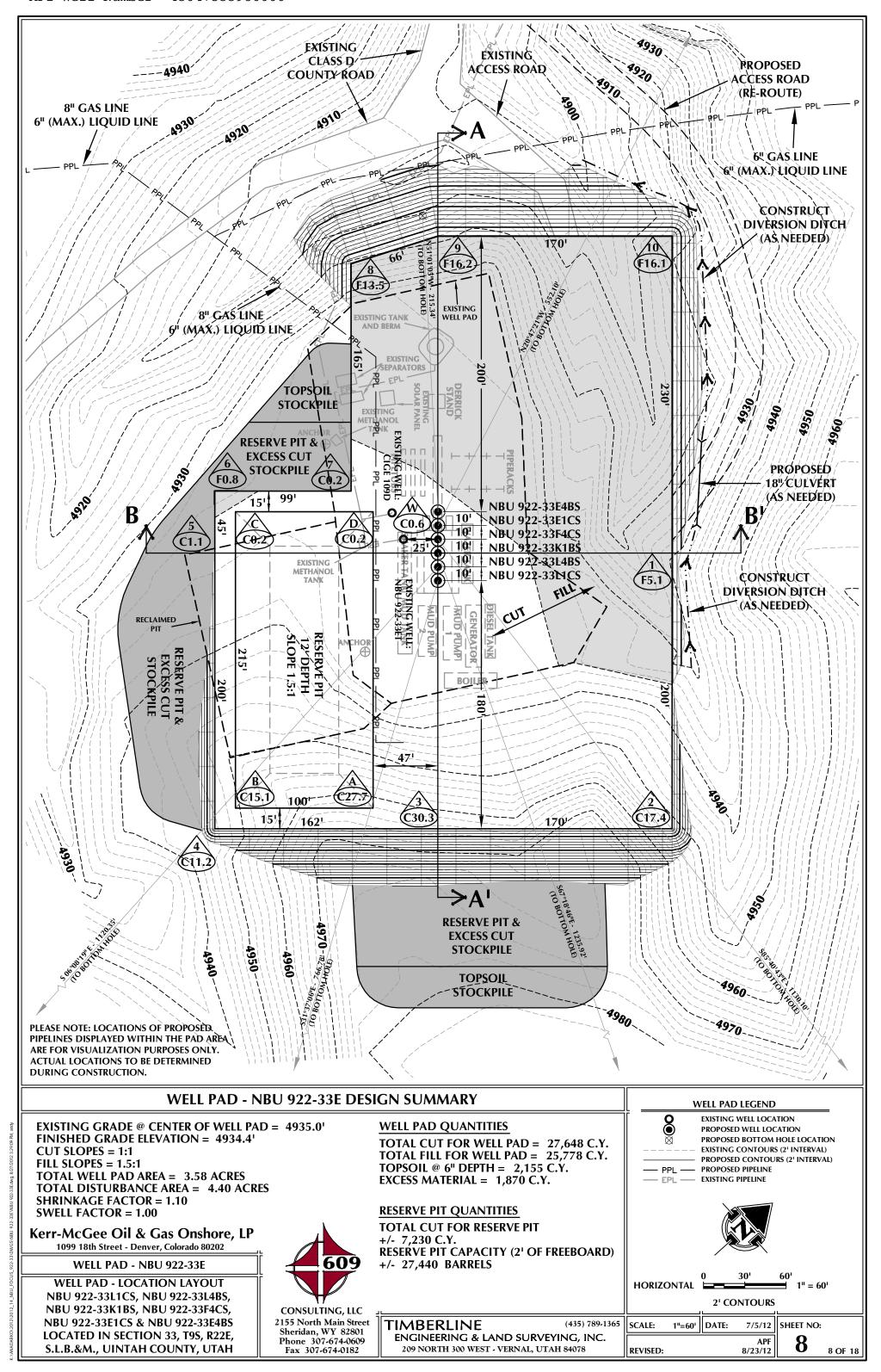
DRILLING SUPERINTENDENT: Kenny Gathings / Lovel Young DATE:

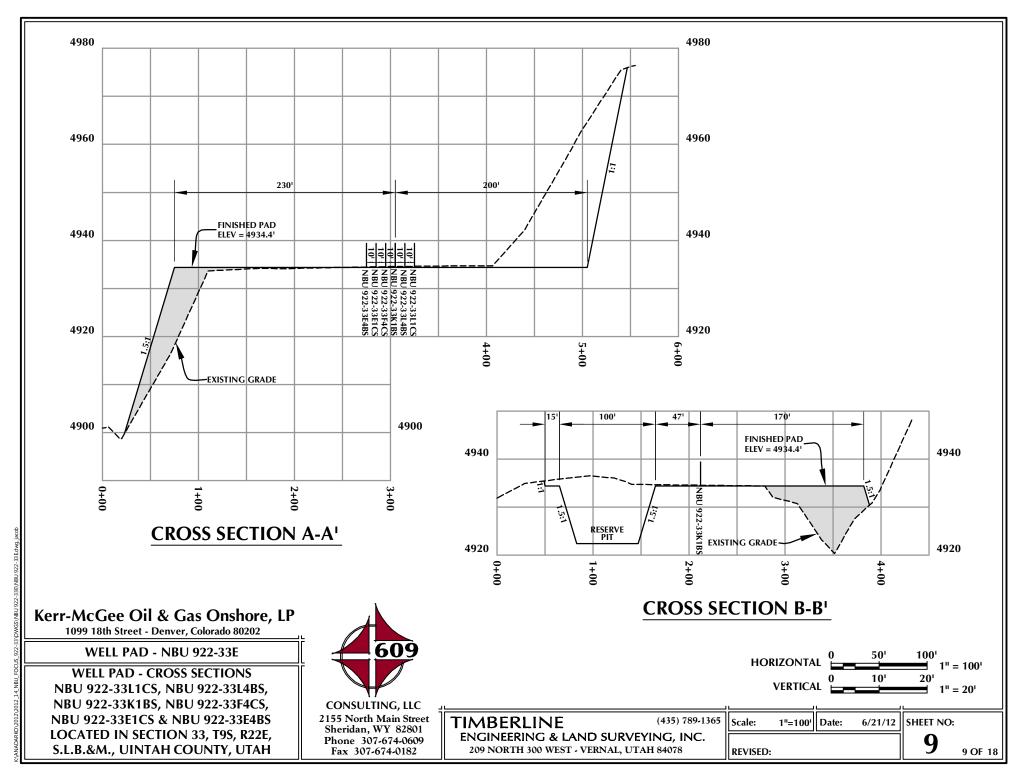
NBU 922-33E Pad- Drilling Program Approved by Drilling- 110912.xlsx

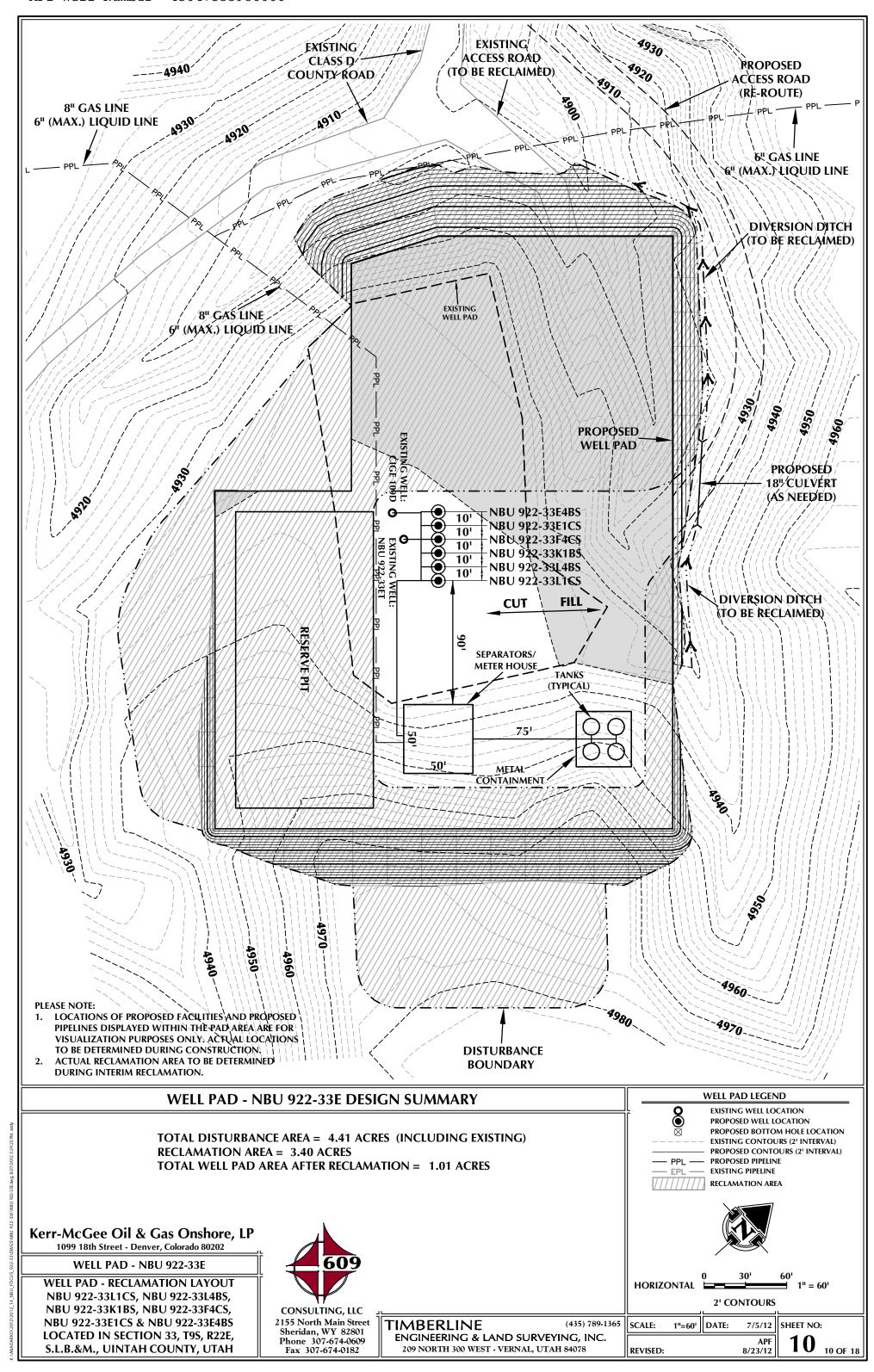
^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained



| MATERIA NACAS | | D.00 | SURFACE PO | | - | | | | 0.5 | В | OTTOM HOLE | | T |
|-----------------------------------|---|---|--|----------------------------|--|---|--|--------------------------------|-------------------------------------|---------------------|-------------------------------|---------------------------------------|------------------------|
| WELL NAME | | D83 | UDE LATITU | NAD27 | ITUDE | FOOTACES | LATIT | NAD | | GITUDE | | D27 | FOOTACES |
| NBU | 39°59'35.072 | LONGITU 109°27'06 | .763" 39°59'35 | | | FOOTAGES 2447' FNL | 39°59'2 | | | 7'01.600" | LATITUDE 39°59'28.745' | LONGITUDE 109°26'59.138" | FOOTAGES 2194' FSL |
| 922-33L1CS | 39.993075° | 109.45187 | '8° 39.99311 | 0° 109.451 | 1194° | 7131 FWL | 39.9912 | 283° | 109.4 | 50444° | 39.991318° | 109.449761° | 1113' FWL |
| NBU 922-33L4BS | 39°59'35.138' 39.993094° | 109°27'06 109.45190 | | | I | 2440' FNL 705' FWL | 39°59'2 39.990 | | | 7'05.320" 51478° | 39°59'24.257' 39.990071° | 109°27'02.858" 109.450794° | 1740' FSL 822' FWL |
| NBU | 39°59'35.204' | 109°27'06 | .954" 39°59'35 | .329" 109°27' | 04.491" | 24341 FNL | 39°59'3 | 30.493" | 109°2 | 6'52.308" | 39°59'30.618' | 109°26'49.846" | 23831 FSL |
| 922-33K1BS NBU | 39.993112° 39°59'35.270' | | .050" 39°59'35 | .395" 109°27' | 04.587" | 698' FWL 2427' FNL | 39.9918 39°59'3 | 34.427" | 109°2 | 47863° 6'52.575" | 39.991838° 39°59'34.552' | 103 20 501115 | |
| 922-33F4CS NBU | 39.993131° 39°59'35.336' | 109.45195 109°27'07 | .144" 39°59'35 | .461" 109°27' | | 690' FWL 2420' FNL | 39.9928 39°59'4 | 10.436" | | 47938° 7'09.660" | | 109.447254° 109°27'07.198" | 1817' FWL 1904' FNL |
| 922-33E1CS NBU | 39.993149° 39°59'35.402' | 109.45198 109°27'07 | | | | 683" FWL 2414" FNL | 39.994. 39°59'3 | | | 52683° 7'09.390" | 39.994600° | 109.451999° 109°27'06.927" | 487' FWL |
| 922-33E4BS | 39.993167° 39°59'35.086' | 109.45201 | 1° 39.99320 | 2° 109.451 | | 675' FWL 2446' FNL | 39.993 | | | 52608° | 39.993574° | 109.451924° | 508' FWL |
| NBU 33ET | 39.993080° 39°59'35.152' | 109.45201 | 8° 39.99311 | 4° 109.451 | 1334° | 674' FWL 2439' FNL | | | | | | | |
| CIGE 109D | 39.993098° | 109°27'07 | 8° 39.99313 | 2° 109.451 | 1404° | 654' FWL | | | | | | | |
| WELL NAME | NORTH | EAST | RELA WELL NAME | IVE COORDI | EAS | | Position NAME | to Botto | | le EAST | WELL NAM | AE NORTH | EAST |
| NBU NAME | -653.0' | 402.0¹ | NBU | -1113.9 ¹ | 119.8 | NIDII | INAIVIE | -476 | | 1140.3 ¹ | NBU NBU | -85.2 | 1126.9 ¹ |
| 922-33L1CS | | | 922-33L4BS | | | 922-33 | BK1BS | -4/6 | ./ | 1140.3 | 922-33F4C | s -00.2 | 1126.9 |
| WELL NAME NBU | NORTH | EAST 106 O | NBU WELL NAME | NORTH | EAS | 1 1 | | | | | | ı | |
| 922-33E1CS | 516.2 | -196.0' | 922-33E4BS | 135.5' | -167. | 4 | | , ô | | | | | |
| | STING WE | LL: CIGE | | T [©] 7° 20.9' | | A STANDARY OF THE STANDARY OF | | | — - '12 - | _ <u>S85</u> | To Rotton | 1130.10' | s, R22E, |
| 1099 1 | Gee Oil 8 Bith Street - Do L PAD - | enver, Colo | | A7=173. | \$06°08'19"E - 1120.35' \$06°08'19"E - 1120.35' (To Bottom Hole) | 31°31°000000000000000000000000000000000 | 7/1/28:38 /38 /36:10 / / / / / / / / / / / / / / / / / / / | \$610 | | -09 -09 | SC. | | - Q - Q |
| VVEL | .LIAD • | 1400 37 | 44-JJL | <u> </u> | 1 | | | 11 | | | | SURVEYING | |
| WELLS - N NBU NBU S Loca | . PAD INTEI NBU 922-33L1 922-33K1BS, 922-33E1CS & TED IN SECTI &M., UINTAH | CS, NBU 9: NBU 922-3: NBU 922-3 ON 33, T98 | 22-33L4BS, 3F4CS, 33E4BS 5, R22E, | | 2155 No Sherida Phone | JLTING, LL rth Main Stre in WY 8280: 307-674-060 07-674-0182 | eet 1 9 | DATE 5-29- DATE 6-12- | 209 E SURV 12 E DRAV 12 | NORTH 3 EYED: | | RNAL, UTAH 84 BY: A.F. : C.T.C. | |
| | | | | | | | | | | | Date East Ite | viseu. | 7 OF 18 |







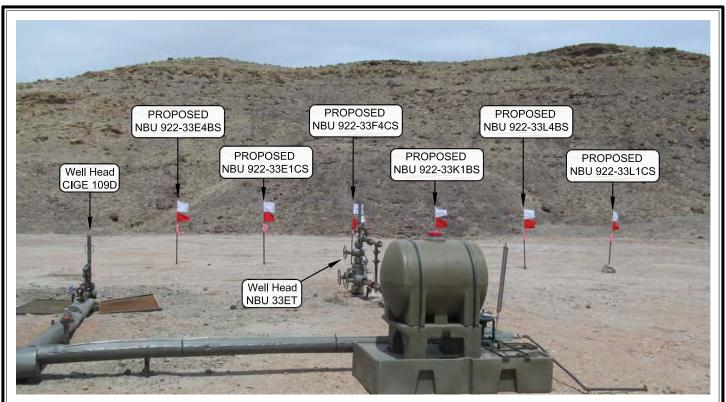


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: EASTERLY

Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 922-33E

LOCATION PHOTOS NBU 922-33L1CS, NBU 922-33L4BS, NBU 922-33K1BS, NBU 922-33F4CS, NBU 922-33E1CS & NBU 922-33E4BS LOCATED IN SECTION 33, T9S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH.



CONSULTING, LLC 2155 North Main Street Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

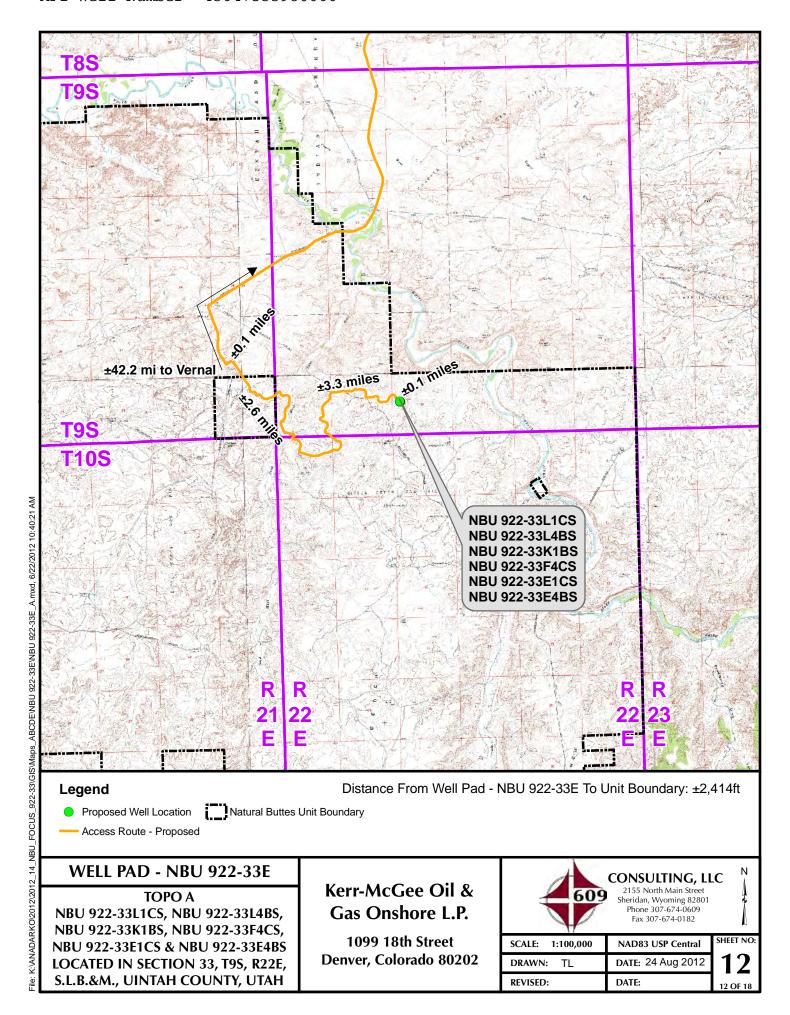
TIMBERLINE

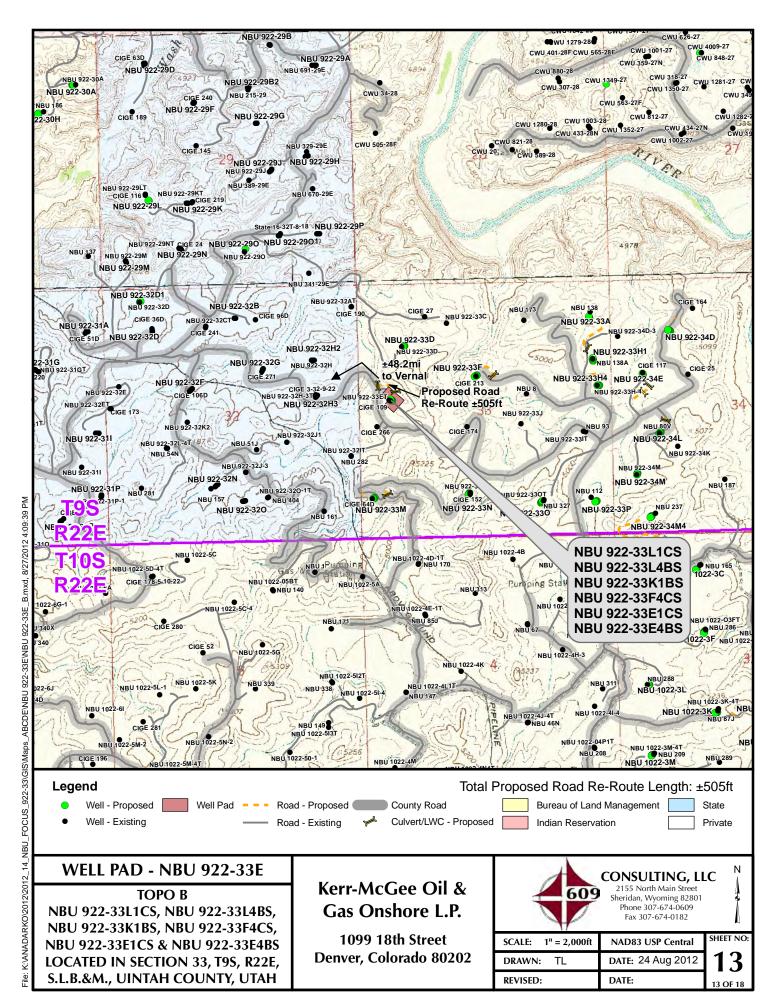
(435) 789-1365

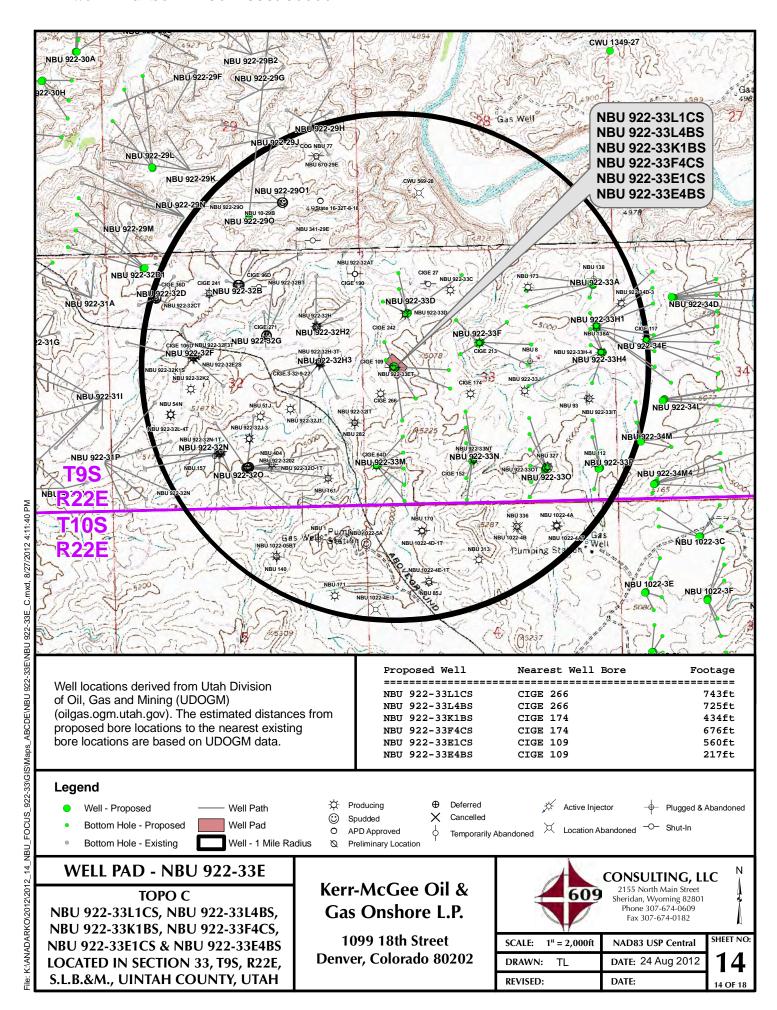
11 OF 18

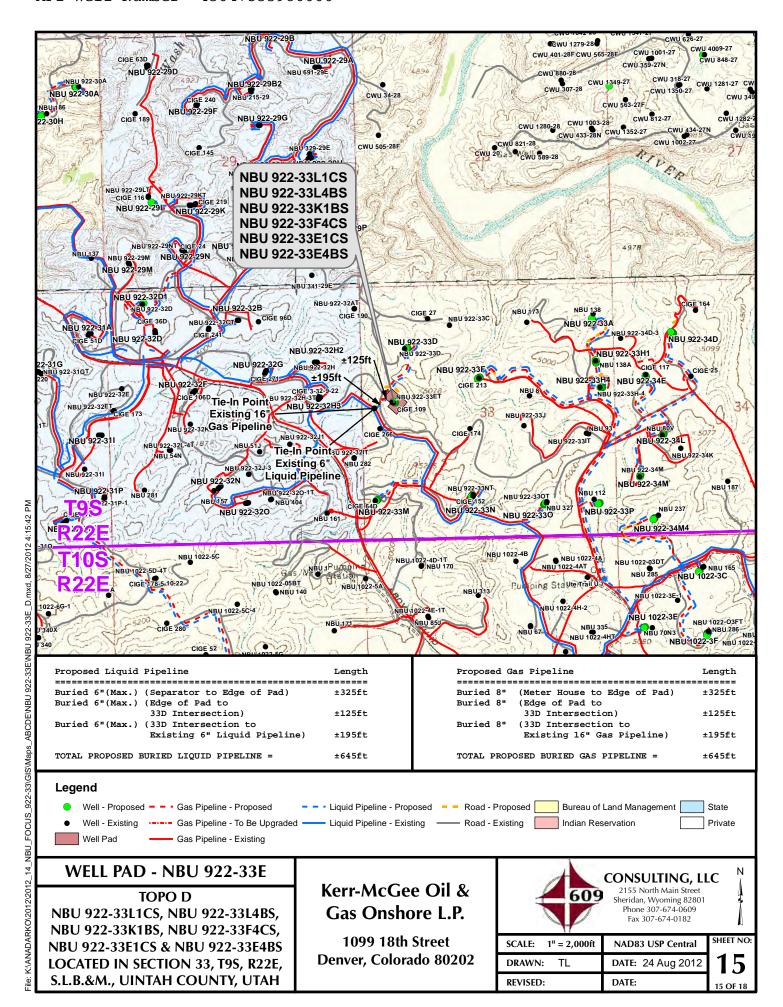
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

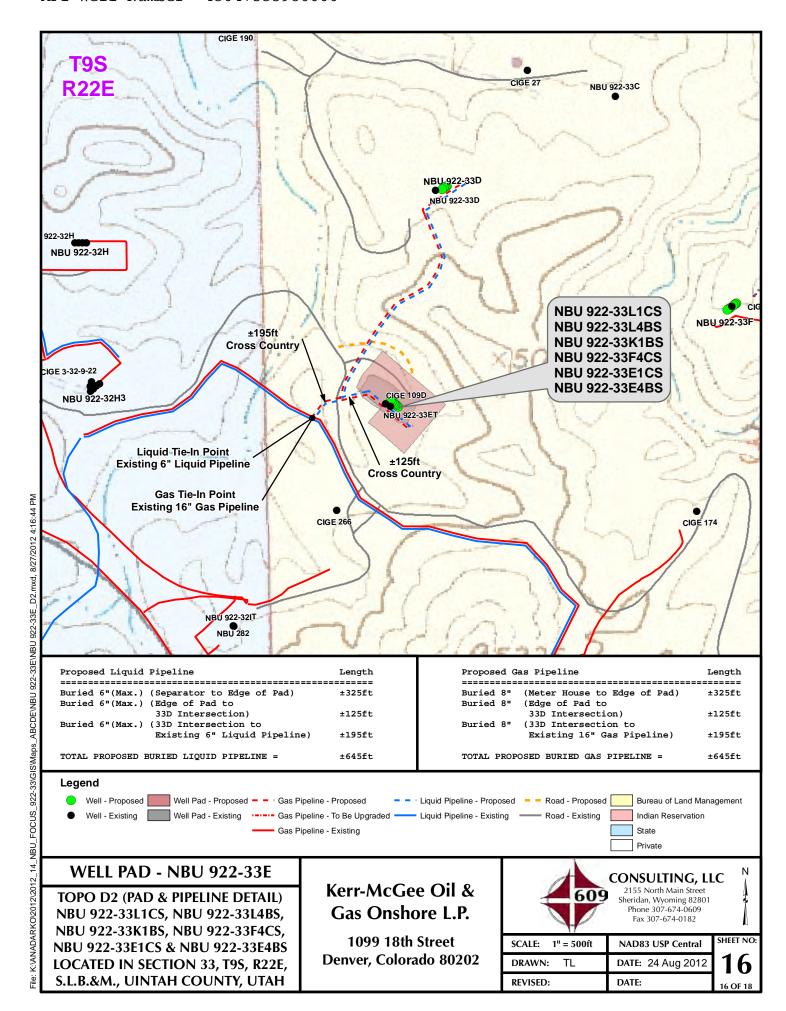
| DATE PHOTOS TAKEN: 5-29-12 | PHOTOS TAKEN BY: A.F. | SHEET NO: |
|----------------------------|-----------------------|-----------|
| DATE DRAWN: 6-12-12 | DRAWN BY: C.T.C. | 11 |
| Date Last Revised: | | 11 OF 18 |

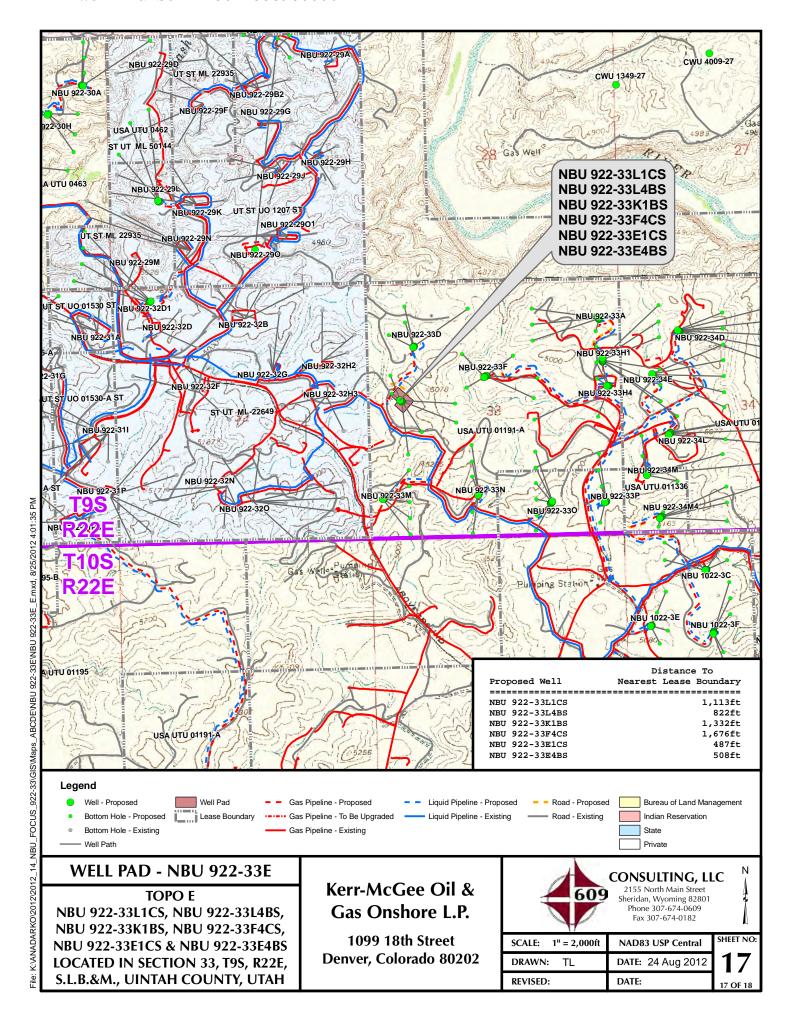












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 922-33E WELLS – NBU 922-33L1CS, NBU 922-33L4BS, NBU 922-33K1BS, NBU 922-33F4CS, NBU 922-33E1CS & NBU 922-33E4BS Section 33, T9S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly, then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45; exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 18.7 miles to a Class D County Road to the northeast. Exit left and proceed in a northeasterly direction along the Class D County Road approximately 0.1 miles to a second Class D County Road to the southeast. Exit right and proceed in a southeasterly direction along the second Class D County Road approximately 2.6 miles to a third Class D County Road to the east. Exit left and proceed in an easterly, then northerly, then southeasterly direction along the third Class D County Road approximately 3.3 miles to the proposed access road to the east. Follow the road flags in an easterly, then southeasterly direction approximately 505 feet to the proposed well location.

Total distance from Vernal, Utah to the proposed well location is approximately 48.3 miles in a southerly direction.

SHEET 18 OF 18

API Well Number: 43047 5 2032 COUTAH - UTM (feet), NAD27, Zone 12N

WELL DETAILS: NBU 922-33F4CS

Scientific Drilling

-750

750

1500

Vertical Section at 94.33° (1500 ft/in)

2250

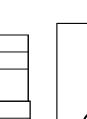
3000

3750

Site: NBU 922-33E PAD Well: NBU 922-33F4CS

Wellbore: OH

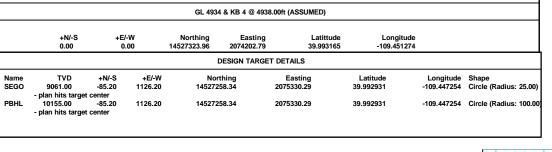
Design: PLAN #1 PRELIMINARY

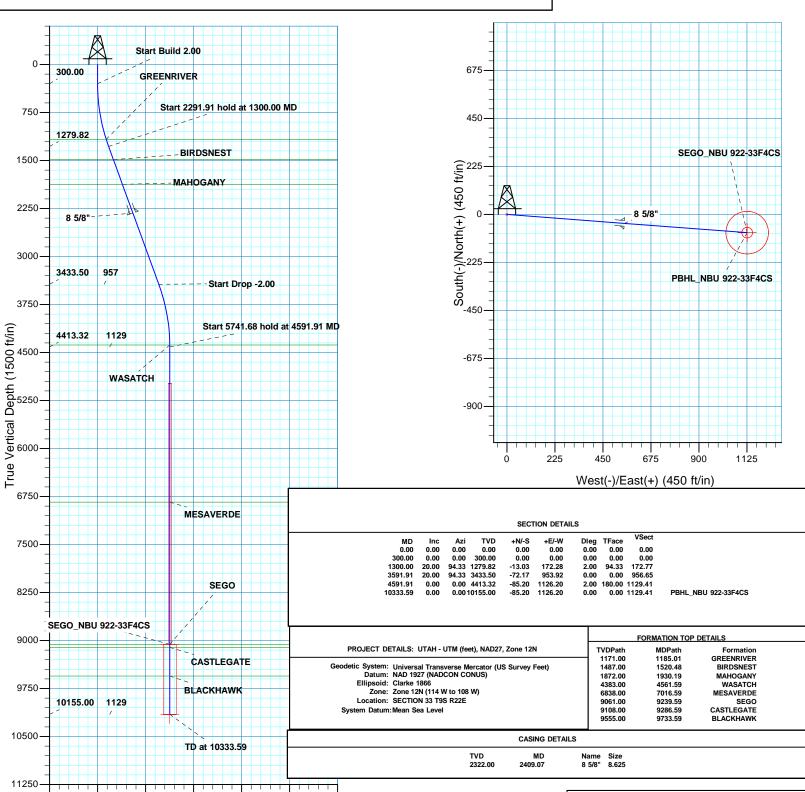


Azimuths to True North Magnetic North: 10.879

> Magnetic Field Strength: 52193.3snT Dip Angle: 65.84° Date: 11/07/2012

Model: IGRF2010





Plan: PLAN #1 PRELIMINARY (NBU 922-33F4CS/OH)



US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N NBU 922-33E PAD NBU 922-33F4CS

OH

Plan: PLAN #1 PRELIMINARY

Standard Planning Report

08 November, 2012





SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING
Project: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 922-33E PAD

 Well:
 NBU 922-33F4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NBU 922-33F4CS

GL 4934 & KB 4 @ 4938.00ft (ASSUMED) GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

True

Minimum Curvature

Project UTAH - UTM (feet), NAD27, Zone 12N

Map System: Universal Transverse Mercator (US Survey Feet)

Geo Datum: NAD 1927 (NADCON CONUS)

Map Zone: Zone 12N (114 W to 108 W)

Mean Sea Level

Site NBU 922-33E PAD, SECTION 33 T9S R22E

Northing: 14,527,330.75 usft Site Position: Latitude: 39.993184 From: Lat/Long Easting: 2,074,195.38 usft Longitude: -109.451300 **Position Uncertainty:** 0.00 ft Slot Radius: **Grid Convergence:** 1.00 9 13.200 in

System Datum:

Osition Uncertainty: 0.00 it Siot Radius: 13.200 iii Grid Convergence: 1.0

Well NBU 922-33F4CS, 2427 FNL 690 FWL

 Well Position
 +N/-S
 -6.91 ft
 Northing:
 14,527,323.96 usft
 Latitude:
 39.993165

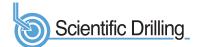
 +E/-W
 7.28 ft
 Easting:
 2,074,202.78 usft
 Longitude:
 -109.451274

Position Uncertainty 0.00 ft Wellhead Elevation: Ground Level: 4,934.00 ft

Wellbore ОН Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (nT) (°) (°) IGRF2010 11/07/12 10.87 65.84 52,193

PLAN #1 PRELIMINARY Design Audit Notes: Version: Phase: PLAN Tie On Depth: 0.00 **Vertical Section:** Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 94.33

| Plan Sections | | | | | | | | | | |
|---------------------------|--------------------|----------------|---------------------------|---------------|---------------|-----------------------------|----------------------------|---------------------------|------------|-----------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 300.00 | 0.00 | 0.00 | 300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 1,300.00 | 20.00 | 94.33 | 1,279.82 | -13.03 | 172.28 | 2.00 | 2.00 | 0.00 | 94.33 | |
| 3,591.91 | 20.00 | 94.33 | 3,433.50 | -72.17 | 953.92 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 4,591.91 | 0.00 | 0.00 | 4,413.32 | -85.20 | 1,126.20 | 2.00 | -2.00 | 0.00 | 180.00 | |
| 10,333.59 | 0.00 | 0.00 | 10,155.00 | -85.20 | 1,126.20 | 0.00 | 0.00 | 0.00 | 0.00 PE | 3HL_NBU 922-33F |



SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING

 Project:
 UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 922-33E PAD

Well: NBU 922-33F4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NBU 922-33F4CS

GL 4934 & KB 4 @ 4938.00ft (ASSUMED) GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

True

| o.g | | | | | | | | | |
|--------------------------|------------------------|----------------|---------------------------|---------------|---------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| anned Survey | | | | | | | | | |
| Measure Depth (ft) | | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100 | 0.00 | 0.00 | 100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 200 | 0.00 | 0.00 | 200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 300 | 0.00 | 0.00 | 300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Start B | uild 2.00 | | | | | | | | |
| 400 | | 94.33 | 399.98 | -0.13 | 1.74 | 1.75 | 2.00 | 2.00 | 0.00 |
| 500 | 0.00 4.00 | 94.33 | 499.84 | -0.53 | 6.96 | 6.98 | 2.00 | 2.00 | 0.00 |
| 600 | 0.00 6.00 | 94.33 | 599.45 | -1.18 | 15.65 | 15.69 | 2.00 | 2.00 | 0.00 |
| 700 | 0.00 8.00 | 94.33 | 698.70 | -2.10 | 27.80 | 27.88 | 2.00 | 2.00 | 0.00 |
| 800 | | 94.33 | 797.47 | -3.28 | 43.40 | 43.52 | 2.00 | 2.00 | 0.00 |
| 900 | | 94.33 | 895.62 | -4.72 | 62.42 | 62.60 | 2.00 | 2.00 | 0.00 |
| | | | | | | | | | |
| 1,000 | | 94.33 | 993.06 | -6.42 | 84.85 | 85.10 | 2.00 | 2.00 | 0.00 |
| 1,100 | | 94.33 | 1,089.64 | -8.37 | 110.66 | 110.98 | 2.00 | 2.00 | 0.00 |
| 1,185 | | 94.33 | 1,171.00 | -10.23 | 135.23 | 135.62 | 2.00 | 2.00 | 0.00 |
| GREEN | RIVER | | | | | | | | |
| 1,200 | | 94.33 | 1,185.27 | -10.58 | 139.81 | 140.21 | 2.00 | 2.00 | 0.00 |
| 1,300 | 20.00 | 94.33 | 1,279.82 | -13.03 | 172.28 | 172.77 | 2.00 | 2.00 | 0.00 |
| Start 22 | 291.91 hold at 1300.00 | MD | | | | | | | |
| 4 400 | | 0.4.00 | 4 070 70 | 45.04 | 000.00 | 222.27 | 0.00 | 0.00 | 2.00 |
| 1,400 | | 94.33 | 1,373.78 | -15.61 | 206.38 | 206.97 | 0.00 | 0.00 | 0.00 |
| 1,500 | | 94.33 | 1,467.75 | -18.19 | 240.48 | 241.17 | 0.00 | 0.00 | 0.00 |
| 1,520 | 0.48 20.00 | 94.33 | 1,487.00 | -18.72 | 247.47 | 248.18 | 0.00 | 0.00 | 0.00 |
| BIRDS | NEST | | | | | | | | |
| 1,600 | 0.00 20.00 | 94.33 | 1,561.72 | -20.77 | 274.59 | 275.37 | 0.00 | 0.00 | 0.00 |
| 1,700 | 0.00 20.00 | 94.33 | 1,655.69 | -23.35 | 308.69 | 309.58 | 0.00 | 0.00 | 0.00 |
| 4 000 | 0.00 20.00 | 04.00 | 4 740 00 | -25.93 | 240.00 | 0.40.70 | 0.00 | 0.00 | 0.00 |
| 1,800 | | 94.33 | 1,749.66 | | 342.80 | 343.78 | 0.00 | | |
| 1,900 | | 94.33 | 1,843.63 | -28.51 | 376.90 | 377.98 | 0.00 | 0.00 | 0.00 |
| 1,930 | | 94.33 | 1,872.00 | -29.29 | 387.20 | 388.31 | 0.00 | 0.00 | 0.00 |
| MAHOO | | | | | | | | | |
| 2,000 | | 94.33 | 1,937.60 | -31.09 | 411.01 | 412.18 | 0.00 | 0.00 | 0.00 |
| 2,100 | 20.00 | 94.33 | 2,031.57 | -33.67 | 445.11 | 446.38 | 0.00 | 0.00 | 0.00 |
| 2,200 | .00 20.00 | 94.33 | 2,125.54 | -36.25 | 479.22 | 480.59 | 0.00 | 0.00 | 0.00 |
| 2,300 | | 94.33 | 2,219.51 | -38.83 | 513.32 | 514.79 | 0.00 | 0.00 | 0.00 |
| 2,400 | | 94.33 | 2,313.48 | -41.42 | 547.43 | 548.99 | 0.00 | 0.00 | 0.00 |
| 2,409 | | 94.33 | 2,322.00 | -41.65 | 550.52 | 552.09 | 0.00 | 0.00 | 0.00 |
| 8 5/8" | | | , | | | | | | |
| 2,500 | 20.00 | 94.33 | 2,407.45 | -44.00 | 581.53 | 583.19 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 2,600 | | 94.33 | 2,501.42 | -46.58 | 615.63 | 617.39 | 0.00 | 0.00 | 0.00 |
| 2,700 | 20.00 | 94.33 | 2,595.39 | -49.16 | 649.74 | 651.60 | 0.00 | 0.00 | 0.00 |
| 2,800 | | 94.33 | 2,689.35 | -51.74 | 683.84 | 685.80 | 0.00 | 0.00 | 0.00 |
| 2,900 | | 94.33 | 2,783.32 | -54.32 | 717.95 | 720.00 | 0.00 | 0.00 | 0.00 |
| 3,000 | 20.00 | 94.33 | 2,877.29 | -56.90 | 752.05 | 754.20 | 0.00 | 0.00 | 0.00 |
| 3,100 | 20.00 | 94.33 | 2,971.26 | -59.48 | 786.16 | 788.40 | 0.00 | 0.00 | 0.00 |
| 3,100 | | 94.33 | 3,065.23 | -62.06 | 820.26 | 822.61 | 0.00 | 0.00 | 0.00 |
| 3,300 | | 94.33 | 3,159.20 | -64.64 | 854.37 | 856.81 | 0.00 | 0.00 | 0.00 |
| 3,400 | | 94.33 | 3,253.17 | -67.22 | 888.47 | 891.01 | 0.00 | 0.00 | 0.00 |
| 3,400 | | | | | | | | | |
| | | 94.33 | 3,347.14 | -69.80 | 922.58 | 925.21 | 0.00 | 0.00 | 0.00 |
| 3,591 | .91 20.00 | 94.33 | 3,433.50 | -72.17 | 953.92 | 956.65 | 0.00 | 0.00 | 0.00 |
| Start Di | rop -2.00 | | | | | | | | |
| 3,600 | • | 94.33 | 3,441.11 | -72.38 | 956.67 | 959.40 | 2.00 | -2.00 | 0.00 |
| 3,700 | 0.00 17.84 | 94.33 | 3,535.75 | -74.81 | 988.87 | 991.69 | 2.00 | -2.00 | 0.00 |
| 3,800 | | 94.33 | 3,631.46 | -77.00 | 1,017.75 | 1,020.66 | 2.00 | -2.00 | 0.00 |
| 3,900 | | 94.33 | 3,728.12 | -78.93 | 1,043.28 | 1,046.26 | 2.00 | -2.00 | 0.00 |
| | | | | | | • | | | |
| 4,000 | 0.00 11.84 | 94.33 | 3,825.61 | -80.61 | 1,065.44 | 1,068.48 | 2.00 | -2.00 | 0.00 |



SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING
Project: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 922-33E PAD

 Well:
 NBU 922-33F4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NBU 922-33F4CS

GL 4934 & KB 4 @ 4938.00ft (ASSUMED) GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

True

| nned Survey | | | | | | | | | |
|---------------------------|--------------------|----------------|---------------------------|---------------|---|-----------------------------|-----------------------------|----------------------------|---------------------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 4,100.00 | 9.84 | 94.33 | 3,923.83 | -82.02 | 1,084.19 | 1,087.29 | 2.00 | -2.00 | 0.00 |
| | 7.84 | | , | | | | | | 0.00 |
| 4,200.00 | | 94.33 | 4,022.63 | -83.18 | 1,099.51 | 1,102.65 | 2.00 | -2.00 | |
| 4,300.00 | 5.84 | 94.33 | 4,121.92 | -84.08 | 1,111.38 | 1,114.56 | 2.00 | -2.00 | 0.00 |
| 4,400.00 | 3.84 | 94.33 | 4,221.56 | -84.72 | 1,119.79 | 1,122.99 | 2.00 | -2.00 | 0.00 |
| 4 500 00 | 4.04 | 04.00 | 4 004 40 | 05.00 | 4 404 70 | 4 407 04 | 0.00 | 0.00 | 0.00 |
| 4,500.00 | 1.84 | 94.33 | 4,321.43 | -85.09 | 1,124.73 | 1,127.94 | 2.00 | -2.00 | 0.00 |
| 4,561.59 | 0.61 | 94.33 | 4,383.00 | -85.19 | 1,126.04 | 1,129.25 | 2.00 | -2.00 | 0.00 |
| WASATCH | | | | | | | | | |
| 4,591.91 | 0.00 | 0.00 | 4,413.32 | -85.20 | 1,126.20 | 1,129.41 | 2.00 | -2.00 | 0.00 |
| , | 68 hold at 4591.9° | | , | | , | , - | | | |
| | | | 4 404 44 | 05.00 | 4 400 00 | 4 400 44 | 0.00 | 0.00 | 0.00 |
| 4,600.00 | 0.00 | 0.00 | 4,421.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 4,700.00 | 0.00 | 0.00 | 4,521.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 4,800.00 | 0.00 | 0.00 | 4,621.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| , | | | , | | | | | | |
| 4,900.00 | 0.00 | 0.00 | 4,721.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,000.00 | | 0.00 | 4,821.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,100.00 | | 0.00 | 4,921.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,200.00 | 0.00 | 0.00 | 5,021.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| F 200 00 | 0.00 | 0.00 | E 404 44 | 05.00 | 4 400 00 | 4 400 44 | 0.00 | 0.00 | 0.00 |
| 5,300.00 | 0.00 | 0.00 | 5,121.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,400.00 | 0.00 | 0.00 | 5,221.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,500.00 | 0.00 | 0.00 | 5,321.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,600.00 | 0.00 | 0.00 | 5,421.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,700.00 | 0.00 | 0.00 | 5,521.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| | | | , | | | | | | |
| 5,800.00 | 0.00 | 0.00 | 5,621.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 0.00 | 0.00 | 5,721.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,000.00 | 0.00 | 0.00 | 5,821.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,100.00 | 0.00 | 0.00 | 5,921.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | | 0.00 | 6,021.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 0,200.00 | 0.00 | 0.00 | 0,02 | | .,00 | ., | 0.00 | | 0.00 |
| 6,300.00 | 0.00 | 0.00 | 6,121.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,400.00 | 0.00 | 0.00 | 6,221.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 0.00 | 0.00 | 6,321.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,600.00 | | 0.00 | 6,421.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,700.00 | 0.00 | 0.00 | 6,521.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 0,700.00 | 0.00 | 0.00 | 0,521.41 | -05.20 | 1,120.20 | 1,123.41 | 0.00 | 0.00 | 0.00 |
| 6,800.00 | 0.00 | 0.00 | 6,621.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 0.00 | 0.00 | 6,721.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | | 0.00 | 6,821.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,016.59 | | 0.00 | 6,838.00 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| | | 0.00 | 3,300.00 | 30.20 | 1,120.20 | 1,120.71 | 0.00 | 0.00 | 0.00 |
| MESAVERI | | | 0.001.11 | | 4 4 | 4 465 | | | |
| 7,100.00 | 0.00 | 0.00 | 6,921.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,200.00 | 0.00 | 0.00 | 7,021.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 7,300.00 | | 0.00 | 7,121.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,400.00 | | 0.00 | 7,221.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,500.00 | | 0.00 | 7,321.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 0.00 | 0.00 | 7,421.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7 700 00 | 0.00 | 0.00 | 7 504 44 | 05.00 | 1 100 00 | 1 100 44 | 0.00 | 0.00 | 0.00 |
| 7,700.00 | | 0.00 | 7,521.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,800.00 | | 0.00 | 7,621.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | | 0.00 | 7,721.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,000.00 | 0.00 | 0.00 | 7,821.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,100.00 | 0.00 | 0.00 | 7,921.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 8,200.00 | | 0.00 | 8,021.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,300.00 | 0.00 | 0.00 | 8,121.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,400.00 | 0.00 | 0.00 | 8,221.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,500.00 | | 0.00 | 8,321.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 8,600.00 | | 0.00 | 8,421.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 0,000.00 | 0.00 | | | | 1,120.20 | | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 0.00 | 0.00 | 8,521.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |



SDIPlanning Report



Database: Company: Project: EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 922-33E PAD

 Well:
 NBU 922-33F4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NBU 922-33F4CS

GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

True

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|--|--------------------------------------|--------------------------------------|--|--|--|--|--------------------------------------|--------------------------------------|--------------------------------------|
| 8,800.00 8,900.00 9,000.00 9,100.00 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 | 8,621.41 8,721.41 8,821.41 8,921.41 | -85.20 -85.20 -85.20 -85.20 | 1,126.20 1,126.20 1,126.20 1,126.20 | 1,129.41 1,129.41 1,129.41 1,129.41 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 |
| 9,200.00 9,239.59 | 0.00 0.00 | 0.00 0.00 | 9,021.41 9,061.00 | -85.20 -85.20 | 1,126.20 1,126.20 | 1,129.41 1,129.41 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| SEGO - SEG | O_NBU 922-33F | 4CS | | | | | | | |
| 9,286.59 | 0.00 | 0.00 | 9,108.00 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| CASTLEGAT | E | | | | | | | | |
| 9,300.00 9,400.00 | 0.00 0.00 | 0.00 0.00 | 9,121.41 9,221.41 | -85.20 -85.20 | 1,126.20 1,126.20 | 1,129.41 1,129.41 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 9,500.00 9,600.00 9,700.00 9,733.59 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 | 9,321.41 9,421.41 9,521.41 9,555.00 | -85.20 -85.20 -85.20 -85.20 | 1,126.20 1,126.20 1,126.20 1,126.20 | 1,129.41 1,129.41 1,129.41 1,129.41 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 |
| BLACKHAW | | 0.00 | 0,000.00 | 00.20 | .,.20.20 | ., | 0.00 | 0.00 | 0.00 |
| 9,800.00 | 0.00 | 0.00 | 9,621.41 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |
| 9,900.00 10,000.00 10,100.00 10,200.00 10,300.00 | 0.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 | 9,721.41 9,821.41 9,921.41 10,021.41 10,121.41 | -85.20 -85.20 -85.20 -85.20 -85.20 | 1,126.20 1,126.20 1,126.20 1,126.20 1,126.20 | 1,129.41 1,129.41 1,129.41 1,129.41 1,129.41 | 0.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 |
| 10,333.59 | 0.00 | 0.00 | 10,155.00 | -85.20 | 1,126.20 | 1,129.41 | 0.00 | 0.00 | 0.00 |

| Design Targets | | | | | | | | | |
|---|------------------|-----------------|-------------|---------------|---------------|--------------------|-------------------|-----------|-------------|
| Target Name - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
| SEGO_NBU 922-33F4C - plan hits target center - Circle (radius 25.00) | | 0.00 | 9,061.00 | -85.20 | 1,126.20 | 14,527,258.34 | 2,075,330.29 | 39.992931 | -109.447254 |
| PBHL_NBU 922-33F4C; - plan hits target cent - Circle (radius 100.00 | | 0.00 | 10,155.00 | -85.20 | 1,126.20 | 14,527,258.34 | 2,075,330.29 | 39.992931 | -109.447254 |

| Casing Points | | | | | | |
|---------------|---------------------------|---------------------------|--------|-----|----------------------------|--------------------------|
| | Measured Depth (ft) | Vertical Depth (ft) | N | ame | Casing Diameter (in) | Hole Diameter (in) |
| | (1.) | (11) | N | ате | (111) | (***) |
| | 2,409.07 | 2,322.00 | 8 5/8" | | 8.625 | 11.000 |



SDIPlanning Report



Database: Company:

Project:

EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 922-33E PAD

 Well:
 NBU 922-33F4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NBU 922-33F4CS

GL 4934 & KB 4 @ 4938.00ft (ASSUMED) GL 4934 & KB 4 @ 4938.00ft (ASSUMED)

True

| nations | | | | | | | | |
|---------|---------------------------|---------------------------|------------|------|-----------|------------|-------------------------|---|
| | Measured Depth (ft) | Vertical Depth (ft) | | Name | Lithology | Dip (°) | Dip Directior (°) | 1 |
| | 1,185.01 | 1,171.00 | GREENRIVER | | | | | |
| | 1,520.48 | 1,487.00 | BIRDSNEST | | | | | |
| | 1,930.19 | 1,872.00 | MAHOGANY | | | | | |
| | 4,561.59 | 4,383.00 | WASATCH | | | | | |
| | 7,016.59 | 6,838.00 | MESAVERDE | | | | | |
| | 9,239.59 | 9,061.00 | SEGO | | | | | |
| | 9,286.59 | 9,108.00 | CASTLEGATE | | | | | |
| | 9,733.59 | 9,555.00 | BLACKHAWK | | | | | |

| Plan Annotations | | | | |
|------------------|-----------|------------|----------|----------------------------------|
| Measured | Vertical | Local Coor | dinates | |
| Depth | Depth | +N/-S | +E/-W | |
| (ft) | (ft) | (ft) | (ft) | Comment |
| 300.00 | 300.00 | 0.00 | 0.00 | Start Build 2.00 |
| 1,300.00 | 1,279.82 | -13.03 | 172.28 | Start 2291.91 hold at 1300.00 MD |
| 3,591.91 | 3,433.50 | -72.17 | 953.92 | Start Drop -2.00 |
| 4,591.91 | 4,413.32 | -85.20 | 1,126.20 | Start 5741.68 hold at 4591.91 MD |
| 10,333.59 | 10,155.00 | -85.20 | 1,126.20 | TD at 10333.59 |

NBU 922-33K1BS/ 922-33L1CS/ 922-33L4BS

NBU 922-33E1CS/ 922-33E4BS/ 922-33F4CS Surface Use Plan of Operations

Kerr-McGee Oil Gas Onshore, L.P.

Kerr-McGee Oil & Gas Onshore, L.P.

NBU 922-33E PAD

| Surface: 2420 FNL / 683 FWL SWNW Lot | <u>API #</u> | | NBU 922-33E1CS | | |
|---|----------------------|--------------------------------------|--|----------------------|-------------------|
| API # NBU 922-33E4BS Surface: 2414 FNL / 675 FWL BHL: 2278 FNL / 508 FWL NBU 922-33F4CS Surface: 2427 FNL / 690 FWL BHL: 2513 FNL / 1817 FWL API # NBU 922-33K1BS Surface: 2434 FNL / 698 FWL BHL: 2383 FSL / 1837 FWL NESW Lot API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | | Surface: | 2420 FNL / 683 FWL | SWNW | Lot |
| Surface: 2414 FNL / 675 FWL SWNW Lot | | BHL: | 1904 FNL / 487 FWL | SWNW | Lot |
| BHL: 2278 FNL / 508 FWL SWNW Lot NBU 922-33F4CS | <u>API #</u> | _ | NBU 922-33E4BS | | |
| NBU 922-33F4CS Surface: 2427 FNL / 690 FWL SWNW Lot BHL: 2513 FNL / 1817 FWL SENW Lot API # NBU 922-33K1BS Surface: 2434 FNL / 698 FWL SWNW Lot BHL: 2383 FSL / 1837 FWL NESW Lot API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot API # SWNW SWNW | | Surface: | 2414 FNL / 675 FWL | SWNW | Lot |
| Surface: 2427 FNL / 690 FWL SWNW Lot BHL: 2513 FNL / 1817 FWL SENW Lot API # NBU 922-33K1BS Surface: 2434 FNL / 698 FWL SWNW Lot BHL: 2383 FSL / 1837 FWL NESW Lot API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | | BHL: | 2278 FNL / 508 FWL | SWNW | Lot |
| BHL: 2513 FNL / 1817 FWL SENW Lot API # NBU 922-33K1BS Surface: 2434 FNL / 698 FWL SWNW Lot BHL: 2383 FSL / 1837 FWL NESW Lot API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | <u>API #</u> | _ | NBU 922-33F4CS | | |
| API # NBU 922-33K1BS Surface: 2434 FNL / 698 FWL SWNW Lot NESW Lot API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | | Surface: | 2427 FNL / 690 FWL | SWNW | Lot |
| Surface: 2434 FNL / 698 FWL | | BHL: | 2513 FNL / 1817 FWL | SENW | Lot |
| BHL: 2383 FSL / 1837 FWL NESW Lot NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | API# | | NBU 922-33K1BS | | |
| API # NBU 922-33L1CS Surface: 2447 FNL / 713 FWL SWNW Lot NWSW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | - 11 - 11 | . <u>-</u> - | | | |
| Surface: 2447 FNL / 713 FWL SWNW Lot BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | <u> </u> | | 2434 FNL / 698 FWL | SWNW | Lot |
| BHL: 2194 FSL / 1113 FWL NWSW Lot API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | <u></u> | Surface: | | | |
| API # NBU 922-33L4BS Surface: 2440 FNL / 705 FWL SWNW Lot | <u> </u> | Surface: BHL: | 2383 FSL / 1837 FWL | | |
| Surface: 2440 FNL / 705 FWL SWNW Lot | <u> </u> | Surface: BHL: | 2383 FSL / 1837 FWL NBU 922-33L1CS | NESW | Lot |
| | <u> </u> | Surface: BHL: Surface: | 2383 FSL / 1837 FWL NBU 922-33L1CS 2447 FNL / 713 FWL | NESW SWNW | Lot |
| BHL: 1740 FSL / 822 FWL NWSW Lot | <u>API #</u> | Surface: BHL: Surface: BHL: | 2383 FSL / 1837 FWL NBU 922-33L1CS 2447 FNL / 713 FWL 2194 FSL / 1113 FWL | NESW SWNW | Lot |
| | <u>API #</u> | Surface: BHL: Surface: BHL: | 2383 FSL / 1837 FWL NBU 922-33L1CS 2447 FNL / 713 FWL 2194 FSL / 1113 FWL NBU 922-33L4BS | NESW SWNW NWSW | Lot Lot Lot |

This Surface Use Plan of Operations (SUPO) or 13-point plan provides site-specific information for the above-referenced wells.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

An on-site meeting was held on August 16-17, 2012. Present were:

- · Dave Gordon, Tyler Cox, Aaron Roe and Brian Barnett BLM;
- Jessi Brunson USFWS;
- · Bill Knapp ICF Consulting;
- Jacob Dunham 609 Consulting;
- · Mitch Batty Timberline Engineering & Land Surveying, Inc.; and
- · Gina Becker, Charles Chase, Lindsey Frazier, Doyle Holmes, Randy Townley and Casey McKee- Kerr-McGee

A. Existing Roads:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Please refer to Topo B for existing roads.

1 of 5

NBU 922-33E1CS/ 922-33E4BS/ 922-33F4CS NBU 922-33K1BS/ 922-33L1CS/ 922-33L4BS Kerr-McGee Oil Gas Onshore, L.P. Surface Use Plan of Operations 2 of 5

B. New or Reconstructed Access Roads:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

The following segments are "on-lease"

±505' (0.1 miles) – Section 33 T9S R22E (SW/4 NW/4) – On-lease UTU-01191-A, road re-route from the edge of the pad to the existing road to the west. Please refer to Topo B.

C. Location of Existing Wells:

Please refer to Topo C for exiting wells.

D. Location of Existing and/or Proposed Facilities:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office.

This pad will expand the existing pad for the NBU 922-33ET and the CIGE 109D, which are producing gas wells according to Utah Division of Oil, Gas and Mining (UDOGM) records on November 1, 2012. Gathering (pipeline) infrastructure will be utilized to collect and transport gas and fluids from the wells which are owned and operated by Kerr McGee Oil and Gas Onshore LP (Kerr-McGee).

GAS GATHERING

Please refer to Exhibit A and Topo D2- Pad and Pipeline Detail.

The total gas gathering pipeline distance from the meter to the tie in point is ± 645 ' and the individual segments are broken up as follows:

The following segments are "onlease", no ROW needed.

- ±325' (0.06 miles) Section 33 T9S R22E (SW/4 NW/4) On-lease UTU-01191-A, BLM surface, New 8" buried gas gathering pipeline from the meter to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±320' (0.06 miles) Section 33 T9S R22E (SW/4 NW/4) On-lease UTU-01191-A, BLM surface, New 8" buried gas gathering pipeline from the edge of the pad to tie-in to the existing 16" gas pipeline to the south. This pipeline will be used concurrently with the NBU 922-33D Pad. Please refer to Exhibit A Gas Gathering- Line 15 and 14.

LIQUID GATHERING

Please refer to Exhibit B and Topo D2- Pad and Pipeline Detail.

The total liquid gathering pipeline distance from the separator to the tie in point is ± 645 ' and the individual segments are broken up as follows:

The following segments are "onlease", no ROW needed.

- ±325' (0.06 miles) Section 33 T9S R22E (SW/4 NW/4) On-lease UTU-01191-A, BLM surface, New 6" buried liquid gathering pipeline from the separator to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±320' (0.06 miles) Section 33 T9S R22E (SW/4 NW/4) On-lease UTU-01191-A, BLM surface, New 6" buried liquid gathering pipeline from the edge of the pad to the existing 6" liquid pipeline to tie-in to

NBU 922-33E1CS/ 922-33E4BS/ 922-33F4CS NBU 922-33K1BS/ 922-33L1CS/ 922-33L4BS

Kerr-McGee Oil Gas Onshore, L.P.

Surface Use Plan of Operations 3 of 5

the South. This pipeline will be used concurrently with the NBU 922-33D Pad. Please refer to Exhibit B Liquid Gathering- Line 15 and 14.

Pipeline Gathering Construction

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

The Anadarko Completions Transportation System (ACTS) information:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Please refer to Exhibit C for ACTS Lines

Location and Types of Water Supply:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Construction Materials: F.

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Methods for Handling Waste:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Materials Management

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

H. Ancillary Facilities:

No additional ancillary facilities are planned for this location.

Well Site Layout:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

J. Plans for Surface Reclamation:

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Interim Reclamation

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Final Reclamation

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

NBU 922-33E1CS/ 922-33E4BS/ 922-33F4CS NBU 922-33K1BS/ 922-33L1CS/ 922-33L4BS

Kerr-McGee Oil Gas Onshore, L.P.

Surface Use Plan of Operations 4 of 5

Measures Common to Interim and Final Reclamation

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Weed Control

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Monitoring

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

K. Surface/Mineral Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

L. Other Information:

Cultural and Paleontological Resources

Please refer to the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Resource Reports:

A Class I literature survey was completed on September 21, 2012 by Montgomery Archaeological Consultants, Inc (MOAC). For additional details please refer to report MOAC-12-264.

A paleontological reconnaissance survey was completed on August 28, 2012 by SWCA Environmental Consultants. For additional details please refer to report SWCA-UT12-14314-177.

Biological field survey was completed on August 25, 2012 by Grasslands Consulting, Inc (GCI). For additional details please refer to report GCI-834 and 841.

Proposed Action Annual Emissions Tables:

Please refer to the Appendix in the Standard Operating Practices on file at the BLM Vernal Field Office dated October 31, 2012.

Surface Use Plan of Operations 5 of 5

NBU 922-33E1CS/ 922-33E4BS/ 922-33F4CS NBU 922-33K1BS/ 922-33L1CS/ 922-33L4BS Kerr-McGee Oil Gas Onshore, L.P.

M. Lessee's or Operators' Representative & Certification:

Gina T. Becker Senior Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086 Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

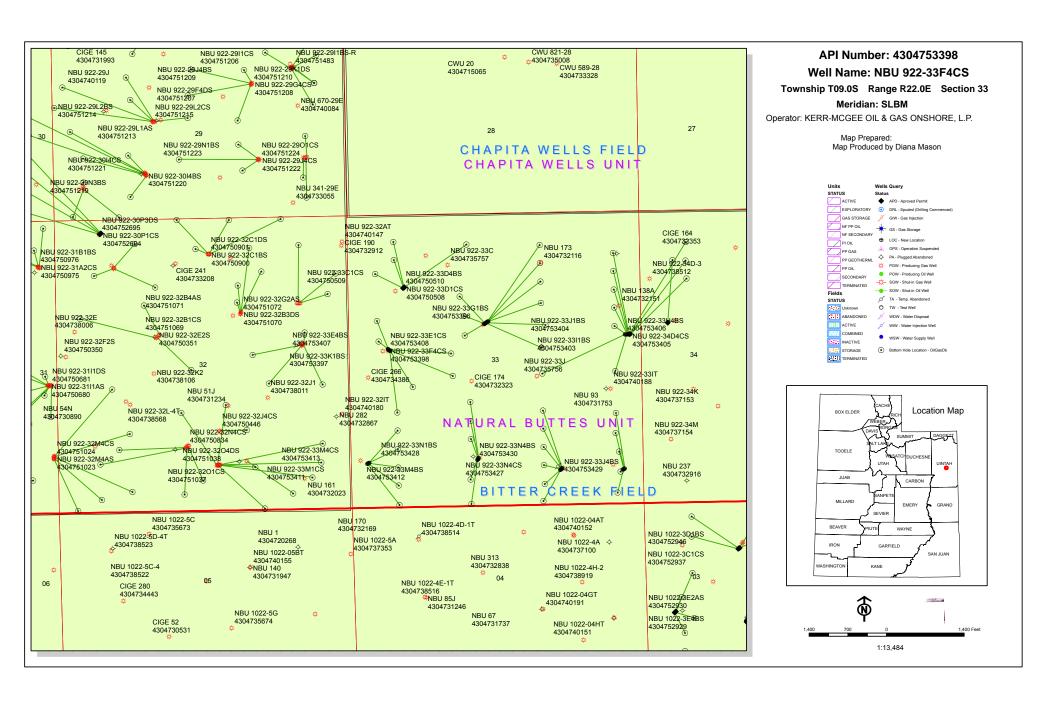
Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

S. Bur

November 5, 2012

Date



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

December 20, 2012

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2012 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2012 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

| NBU 922-33E 1 | | 11011 112011 11 | | | | | |
|-----------------------------------|-----|-----------------|--|--|--------------|--|--|
| 43-047-53386 | | | | | R22E R22E | | |
| 43-047-53391 | NBU | | | | R22E R22E | | |
| 43-047-53397 | NBU | | | | R22E R22E | | |
| 43-047-53398 | NBU | | | | R22E R22E | | |
| 43-047-53407 | NBU | 922-33E4BS | | | | | |
| 43-047-53408 | | 922-33E1CS | | | | | |
| NBU 922-33F 1 43-047-53387 | | | | | R22E R22E | | |
| 43-047-53388 | NBU | 922-33B4BS | | | R22E R22E | | |
| 43-047-53389 | NBU | 922-33B4CS | | | R22E R22E | | |
| 43-047-53390 | NBU | | | | R22E R22E | | |
| 43-047-53392 | NBU | | | | R22E R22E | | |
| 43-047-53393 | NBU | | | | R22E R22E | | |

RECEIVED: December 20, 2012

| API # WELL | NAME | LOCATION | | | | | | | |
|--|------------------|---------------|----------|--------------|--------------|--------------|------------|--------------|------------|
| (Proposed PZ WAS 43-047-53394 NBU | | Sec | 33 33 | T09S T09S | R22E R22E | 1972 2027 | FNL FNL | 2456 1738 | FWL FEL |
| 43-047-53395 NBU | 922-33G4CS BH | | | | | | | | |
| 43-047-53396 NBU NBU 922-33H PAD | 922-33G1BS BH | Sec HL Sec | 33 33 | T09S T09S | R22E R22E | 1961 1628 | FNL FNL | 2472 1811 | FWL FEL |
| NBU 922-33H PAD 43-047-53399 NBU | 922-33A4BS BH | Sec | 33 | T09S | R22E | 2221 | FNL | 0235 | FEL |
| 43-047-53400 NBU | 922-33A4CS BH | | | | | | | | |
| 43-047-53401 NBU | 922-33H1CS BH | | | | | | | | |
| 43-047-53402 NBU | 922-33H1BS BH | | | | | | | | |
| 43-047-53403 NBU | 922-33I1BS BH | | | | | | | | |
| 43-047-53404 NBU | 922-33J1BS BH | | | | | | | | |
| 43-047-53405 NBU | 922-34D4CS BH | | | | | | | | |
| 43-047-53406 NBU | BH | Sec HL Sec | 33 33 | T09S T09S | R22E R22E | 2224 2068 | FNL FNL | 0295 0493 | FEL FEL |
| NBU 922-33M PAD 43-047-53409 NBU | | Sec | 33 | T09S | R22E | 0833 | FSL | 0289 | FWL |
| 43-047-53410 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53411 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53412 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53413 NBU | | Sec HL Sec | | | | | | | |
| NBU 922-33N PAD 43-047-53414 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53424 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53427 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53428 NBU | | Sec HL Sec | | | | | | | |
| 43-047-53430 NBU | | Sec HL Sec | | | | | | | |
| NBU 922-33P PAD 43-047-53416 NBU | | Sec HL Sec | | | | | | | |

Page 2

API Well Number: 43047533980000

| API # WE | ELL NAME LOCATION | | | | | | | | | | |
|-----------------------------------|-------------------|---------------------|-----|------------|----------|--------------|--------------|--------------|------------|--------------|------------|
| (Proposed PZ WASATCH-MESA VERDE) | | | | | | | | | | | |
| 43-047-53417 | NBU | | | | | | R22E R22E | | | | |
| 43-047-53418 | NBU | 922-33I4CS | | | | | | | | | |
| 43-047-53422 | NBU | 922-33P4CS | | | | | R22E R22E | | | | |
| 43-047-53423 NBU 922-330 P | NBU | 922-33P4BS | BHL | Sec Sec | 33 33 | T09S T09S | R22E R22E | 0648 0613 | FSL FSL | 0390 0431 | FEL FEL |
| 43-047-53419 | NBU | 922-3304CS | | Sec | 33 | T09S | R22E R22E | 0661 | FSL | 1513 | FEL |
| 43-047-53420 | NBU | 922-3304BS | | | | | | | | | |
| 43-047-53421 | NBU | 922-3301CS | | | | | R22E R22E | | | | |
| 43-047-53425 | NBU | | | | | | R22E R22E | | | | |
| 43-047-53426 | NBU | 922-33J4CS | | | | | R22E R22E | | | | |
| 43-047-53429 | | | BHL | Sec Sec | 33 33 | T09S T09S | R22E R22E | 0691 1739 | FSL FSL | 1486 1814 | FEL FEL |
| NBU 921-17C P 43-047-53431 | | | | Sec | 17 | T09S | | 0620 | FNL | 2019 | FWL |
| 43-047-53432 | | 921-17C1BS | BHL | Sec Sec | 17 17 | T09S T09S | R21E R21E | 0625 0062 | FNL FNL | 2010 2158 | FWL FWL |
| NBU 921-17B P 43-047-53433 | | 921 - 17B1BS | | | | | R21E R21E | | | | |
| 43-047-53434 | NBU | 921-17A1CS | | | | | R21E R21E | | | | |
| 43-047-53435 | NBU | 921-17B4BS | | | | | R21E R21E | | | | |
| 43-047-53436 | NBU | 921-17A1BS | | | | | R21E R21E | | | | |

Michael L. Coulthard Digitally signed by Michael L Coulthard Discremkinheal L. Coulthard, o=Bureau of Land Management, ou=Branch of Minerals, email-Michael, Coulthard@blm.gov, c=US Date: 2012.12.20 13:54:48-0700'

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining

Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:12-20-12

Page 3

| API | Well No | Section | Township | Surface Location |
|--------------|----------------------------------|------------------|------------------------|--|
| 43-047-53386 | NBU 922-33L4BS | Sec 33 | T09S R22E | 2440 FNL 0705 FWL |
| 43-047-53387 | NBU 922-33B1CS | Sec 33 | T09S R22E | 1955 FNL 2480 FWL |
| 43-047-53388 | NBU 922-33B4BS | Sec 33 | T09S R22E | 1949 FNL 2488 FWL |
| 43-047-53389 | NBU 922-33B4CS | Sec 33 | T09S R22E | 1943 FNL 2497 FWL |
| 43-047-53390 | NBU 922-33F1BS | Sec 33 | T09S R22E | 1984 FNL 2439 FWL |
| 43-047-53391 | NBU 922-33L1CS | Sec 33 | T09S R22E | 2447 FNL 0713 FWL |
| 43-047-53392 | NBU 922-33F1CS | Sec 33 | T09S R22E | 1989 FNL 2431 FWL |
| 43-047-53393 | NBU 922-33F4BS | Sec 33 | T09S R22E | 1995 FNL 2423 FWL |
| 43-047-53394 | NBU 922-33G4BS | Sec 33 | T09S R22E | 1972 FNL 2456 FWL |
| 43-047-53395 | NBU 922-33G4CS | Sec 33 | T09S R22E | 1978 FNL 2448 FWL |
| 43-047-53396 | NBU 922-33G1BS | Sec 33 | T09S R22E | 1961 FNL 2472 FWL |
| 43-047-53397 | NBU 922-33K1BS | Sec 33 | T09S R22E | 2434 FNL 0698 FWL |
| 43-047-53398 | NBU 922-33F4CS | Sec 33 | T09S R22E | 2427 FNL 0690 FWL |
| 43-047-53399 | NBU 922-33A4BS | Sec 33 | T09S R22E | 2221 FNL 0235 FEL |
| 43-047-53400 | NBU 922-33A4CS | Sec 33 | T09S R22E | 2222 FNL 0245 FEL |
| 43-047-53401 | NBU 922-33H1CS | Sec 33 | T09S R22E | 2223 FNL 0265 FEL |
| 43-047-53402 | NBU 922-33H1BS | Sec 33 | T09S R22E | 2222 FNL 0255 FEL |
| 43-047-53403 | NBU 922-33I1BS | Sec 33 | T09S R22E | 2223 FNL 0275 FEL |
| 43-047-53404 | NBU 922-33J1BS | Sec 33 | T09S R22E | 2225 FNL 0305 FEL |
| 43-047-53405 | NBU 922-34D4CS | Sec 33 | T09S R22E | 2220 FNL 0205 FEL |
| 43-047-53406 | NBU 922-33H4BS | Sec 33 | T09S R22E | 2224 FNL 0295 FEL |
| 43-047-53407 | NBU 922-33E4BS | Sec 33 | T09S R22E | 2414 FNL 0675 FWL |
| 43-047-53408 | NBU 922-33E1CS | Sec 33 | T09S R22E | 2420 FNL 0683 FWL |
| 43-047-53409 | NBU 922-33L4CS | Sec 33 | T09S R22E | 0833 FSL 0289 FWL |
| 43-047-53410 | NBU 922-33M1BS | Sec 33 | T09S R22E | 0837 FSL 0297 FWL |
| 43-047-53411 | NBU 922-33M1CS | Sec 33 | T09S R22E | 0828 FSL 0280 FWL |
| 43-047-53412 | NBU 922-33M4BS | Sec 33 | T09S R22E | 0824 FSL 0271 FWL |
| 43-047-53413 | NBU 922-33M4CS | Sec 33 | T09S R22E | 0819 FSL 0262 FWL |
| 43-047-53414 | NBU 922-33K4BS | Sec 33 | T09S R22E | 0894 FSL 2273 FWL |
| 43-047-53416 | NBU 922-33P1CS | Sec 33 | T09S R22E | 0657 FSL 0372 FEL |
| 43-047-53417 | NBU 922-33P1BS | Sec 33 | T09S R22E | 0662 FSL 0364 FEL |
| 43-047-53418 | NBU 922-3314CS | Sec 33 | T09S R22E | 0667 FSL 0355 FEL |
| 43-047-53419 | NBU 922-3304CS | Sec 33 | T09S R22E | 0661 FSL 1513 FEL |
| 43-047-53420 | NBU 922-3304BS | Sec 33 | T09S R22E | 0654 FSL 1520 FEL |
| 43-047-53421 | NBU 922-3301CS | Sec 33 | T09S R22E | 0668 FSL 1506 FEL |
| 43-047-53422 | NBU 922-33P4CS | Sec 33 | T09S R22E | 0652 FSL 0381 FEL |
| 43-047-53423 | NBU 922-33P4BS | Sec 33 | T09S R22E | 0648 FSL 0390 FEL |
| 43-047-53424 | NBU 922-33K4CS | Sec 33 | T09S R22E | 0886 FSL 2267 FWL |
| 43-047-53425 | NBU 922-3301BS | Sec 33 | T09S R22E | 0676 FSL 1499 FEL |
| 43-047-53427 | NBU 922-33J4CS | Sec 33 | T09S R22E | 0683 FSL 1493 FEL |
| 43-047-53427 | NBU 922-33N4CS NBU 922-33N1BS | Sec 33 | T09S R22E | 0870 FSL 2255 FWL 0878 FSL 2261 FWL |
| 43-047-53429 | | Sec 33 | T09S R22E | |
| 43-047-53429 | NBU 922-33J4BS NBU 922-33N4BS | Sec 33 Sec 33 | T09S R22E T09S R22E | 0691 FSL 1486 FEL 0862 FSL 2249 FWL |
| 43-047-53431 | NBU 921-17C1CS | Sec 33 | T095 R22E | 0620 FNL 2019 FWL |
| 43-047-53432 | NBU 921-17C1BS | Sec 17 | T095 R21E | 0625 FNL 2019 FWL |
| 43-047-53433 | NBU 921-17C1B3 | Sec 17 | T095 R21E | 0465 FNL 1960 FEL |
| 43-047-53434 | NBU 921-17B1B3 | Sec 17 | T095 R21E | 0463 FNL 1940 FEL |
| 43-047-53435 | NBU 921-17B4BS | Sec 17 | T095 R21E | 0467 FNL 1970 FEL |
| 43-047-53436 | NBU 921-17A1BS | Sec 17 | T095 R21E | 0464 FNL 1950 FEL |
| 10 01, 00100 | 1450 321-177103 | JCC 1/ | 1000 11212 | 0-10-114E 1330 1 EE |

API Well Number: 43047533980000

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/14/2012 API NO. ASSIGNED: 43047533980000

WELL NAME: NBU 922-33F4CS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) PHONE NUMBER: 720 929-6086

CONTACT: Gina Becker

PROPOSED LOCATION: SWNW 33 090S 220E **Permit Tech Review:**

> SURFACE: 2427 FNL 0690 FWL **Engineering Review:**

> **BOTTOM: 2513 FNL 1817 FWL Geology Review:**

COUNTY: UINTAH

LATITUDE: 39.99311 LONGITUDE: -109.45186 **UTM SURF EASTINGS: 632165.00** NORTHINGS: 4428140.00

FIELD NAME: NATURAL BUTTES LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-01191-A PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 1 - Federal **COALBED METHANE: NO**

RECEIVED AND/OR REVIEWED: LOCATION AND SITING:

✓ PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: FEDERAL - WYB000291

Potash R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Oil Shale 190-13 **Drilling Unit**

Board Cause No: Cause 173-14 Water Permit: 43-8496

Effective Date: 12/2/1999 **RDCC Review:**

Siting: Suspends General Siting Fee Surface Agreement

✓ Intent to Commingle R649-3-11. Directional Drill

Commingling Approved

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 4 - Federal Approval - dmason 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: NBU 922-33F4CS API Well Number: 43047533980000 Lease Number: UTU-01191-A

Surface Owner: FEDERAL Approval Date: 12/27/2012

Issued to:

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

Authority:

Pursuant to Utah Code Ann. 40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

Commingle:

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil

shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

• Within 24 hours following the spudding of the well - contact Carol Daniels at 801-538-5284

(please leave a voicemail message if not available)

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website

at http://oilgas.ogm.utah.gov

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
 - Requests to Change Plans (Form 9) due prior to implementation
 - Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
 - Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

| BUREAU OF LAND | MANAGEMENT NOV 1 5 2012 | 5. Lease Serial No. UTU01191A |
|---|---|---|
| APPLICATION FOR PERMIT | | 6. If Indian, Allottee or Tribe Name |
| | | |
| 1a. Type of Work: ☑ DRILL ☐ REENTER | | 7. If Unit or CA Agreement, Name and No. 891008900A |
| 1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Ot | | 8. Lease Name and Well No. NBU 922-33F4CS |
| 2. Name of Operator Contact: KERR MCGEE OIL & GAS ONSHOR Mail: cara.ma | CARA MAHLER ahler@anadarko.com | 9. API Well No. |
| 3a. Address | 3b. Phone No. (include area code) | 10. Field and Pool, or Exploratory |
| 1368 SOUTH 1200 EAST VERNAL, UT 84078 | Ph: 720-929-6029 Fx: 720-929-7029 | NATURAL BUTTES |
| 4. Location of Well (Report location clearly and in accord | ance with any State requirements.*) | 11. Sec., T., R., M., or Blk. and Survey or Area |
| At surface SWNW 2427FNL 690FWL At proposed prod. zone SENW 2513FNL 1817FW | . 39.993131 N Lat, 109.451958 W Lon L 39.992896 N Lat, 109.447938 W Lon | Sec 33 T9S R22E Mer SLB SME: BLM |
| 14. Distance in miles and direction from nearest town or post | office* | 12. County or Parish 13. State |
| APPROXIMATELY 48 MILES SOUTH OF VERI | NAL | UINTAH UT |
| 15. Distance from proposed location to nearest property or | 16. No. of Acres in Lease | 17. Spacing Unit dedicated to this well |
| lease line, ft. (Also to nearest drig. unit line, if any) 1676 | 1363.21 | one dedicated to this well |
| 18. Distance from proposed location to nearest well, drilling, | 19. Proposed Depth | 20. BLM/BIA Bond No. on file |
| completed, applied for, on this lease, ft. | 10334 MD 10155 TVD | WYB000291 |
| 21. Elevations (Show whether DF, KB, RT, GL, etc. 4934 GL | 22. Approximate date work will start 05/01/2012 | 23. Estimated duration 60-90 DAYS |
| | 24. Attachments | |
| The following, completed in accordance with the requirements of | f Onshore Oil and Gas Order No. 1, shall be attached to | this form: |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Off | em Lands, the item 20 above). 5. Operator certification item sice). 6. Such other site specific inf | ons unless covered by an existing bond on file (see |
| | authorized officer. | , , |
| 25. Signature (Electronic Submission) | Name (Printed/Typed) | Date |
| Title | CARA MAHÎLER Ph: 720-929-6029 | 11/15/2012 |
| REGULATORY ANALYST | | |
| Approved by (Signature) | Name (Printed/Typed) | Date |
| La Kneeda | Jerry Kenczka | DJUN 0 5 201 |
| Title Assistant Field Manager | Office | |
| Lands & Mineral Resources | VERNAL FIELD (| OFFICE |
| Application approval does not warrant or certify the applicant ho operations thereon. Conditions of approval, if any, are attached. | Ids legal or equitable title to those rights in the subject le | ase which would entitle the applicant to conduct |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 r | nake it a crime for any narron lenguing. | make to any department or agency of the United |
| States any false, fictitious or fraudulent statements or representati | ons as to any matter within its jurisdiction. | RECEIVED |
| Additional Operator Remarks (see next page) | · | JUN 1 1 2013 |

Electronic Submission #160390 verified by the BLM Well Information System
For KERR MCGEE OIL & GAS ONSHORE L, sent to the Vernal DIV. OF OIL, GAS & MINING
Committed to AFMSS for processing by JOHNETTA MAGEE on 11/17/2012 (13JM0098AF)

NOTICE OF APPROVAL

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

nDDU monh_



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No: API No: Kerr McGee Oil & Gas Onshore, LP

170 South 500 East

NBU 922-33F4CS

43-047-53398

Location:

Lease No:

Lease No: Agreement:

SWNW, Sec. 33, T9S, R22E

UTU-01191A Natural Butte

OFFICE NUMBER:

(435) 781-4400

OFFICE FAX NUMBER:

(435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

| Location Construction (Notify Environmental Scientist) | - | Forty-Eight (48) hours prior to construction of location and access roads. |
|--|---|--|
| Location Completion (Notify Environmental Scientist) | - | Prior to moving on the drilling rig. |
| Spud Notice (Notify Petroleum Engineer) | - | Twenty-Four (24) hours prior to spudding the well. |
| Casing String & Cementing (Notify Supv. Petroleum Tech.) | - | Twenty-Four (24) hours prior to running casing and cementing all casing strings to: blm_ut_vn_opreport@blm.gov |
| BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.) | - | Twenty-Four (24) hours prior to initiating pressure tests. |
| First Production Notice (Notify Petroleum Engineer) | - | Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days. |

Page 2 of 7 Well: NBU 922-33F4CS 5/16/2013

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 designrated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
 work and contact the Authorized Officer (AO). A determination will be made by the AO as to what
 mitigation may be necessary for the discovered paleontologic material before construction can
 continue.
- Mitigation measures can be found in Appendix B, Table B-2, of the GNB ROD (BLM 2012b) under the following sections of the table:
 - o Air Quality
 - o Soils
 - o Vegetation: Sclerocactus wetlandicus
 - o Wildlife: Colorado River Fish
- All vehicles and equipment shall be cleaned either through power-washing, or other approved
 method, if the vehicles or equipment were previously operated outside the Uinta Basin, to prevent
 weed seed introduction.
- All disturbance areas shall be monitored for noxious weeds annually, for a minimum of three growing seasons following completion of project or until desirable vegetation is established
- Noxious and invasive weeds will be controlled throughout the area of project disturbance.
- Noxious weeds will be inventoried and reported to BLM in the annual reclamation report. Where an
 integrated pest management program is applicable, coordination has been undertaken with the
 state and local management program (if existing). A copy of the pest management plan will be
 submitted for each project.
- A pesticide use permit (PUP) will be obtained for the project, if applicable.
- On BLM administered land, KMG would adhere to seasonal and spatial buffers applicable to occupied raptor nests in the GNBPA in consideration of the Raptor BMPs from Appendix A of the Vernal RMP. No construction or drilling activities for the Bonanza 1023-8P, Bonanza 1023-17B, and Bonanza 1023-17G pads from January 1st through August 31st to minimize impacts during golden eagle nesting.
- Paleontological monitoring by a BLM permitted paleontologist is required for Well Pads 922-33A, 922-33D, 922-33E, 922-33H, and 922-33N; Access Road for 922-33E during all ground disturbing activities (BLM 2012b; BLM 2013c).

Page 3 of 7 Well: NBU 922-33F4CS 5/16/2013

- Construction and development activities will be prohibited at the Well pads 922-34E, 922-34F, and 922-34L locations from 5/15 to 6/30 (BLM 2008a).
- Construction and development activities for Well Pads 922-33D and 922-33F will be prohibited from 12/1 through 9/31, pending the results of a preconstruction nest occupancy survey for Great Horned Owl Nest(BLM 2012b; BLM 2008a).
- Construction and development activities for Well Pads 922-33M, 922-33N, and 922-33E will be prohibited from 3/1 through 8/15, pending the results of a preconstruction nest occupancy survey for Red-Tailed Hawk Nest (BLM 2012b; BLM 2008a).
- Construction and development activities for Well Pads 922-33M, 922-33N, and 922-33E will be prohibited from 4/1 through 8/31, pending the results of a preconstruction nest occupancy survey for Prairie Falcon Nest (BLM 2012b; BLM 2008a).
- Damage to livestock and livestock facilities would be reported as quickly as possible to the BLM and affected livestock operators. Operators would develop and employ prevention measures to avoid damaging fences, gates, and cattleguards, including upgrading cattleguard gate widths and load-bearing requirements and fencing all open pits and cellars.

If partial or complete removal of a fence cannot be avoided, the fence would be braced and tied off per the BLM guidance. Where the fence is crossed by a road, the fence would be braced and a cattleguard and gate installed per BLM guidance.

Page 4 of 7 Well: NBU 922-33F4CS 5/16/2013

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Cement for the 4.5 inch casing shall be brought up to a minimum of 200 feet above the surface casing shoe.
- A CBL shall be run from TD to TOC in the Production Casing.
- Variances shall be granted as requested in Section 9 of the Drilling Program of the SOP.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.

Page 5 of 7 Well: NBU 922-33F4CS 5/16/2013

- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in CD (compact disc) format to the Vernal BLM Field Office. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: NBU 922-33F4CS 5/16/2013

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- For information regarding production reporting, contact the Office of Natural Resources Revenue (ONRR) at www.ONRR.gov.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written communication
 and must be received in this office by not later than the fifth business day following the date on
 which the well is placed on production. The notification shall provide, as a minimum, the following
 informational items:
 - o Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs,

Page 7 of 7 Well: NBU 922-33F4CS 5/16/2013

core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to
 the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first.
 All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All
 product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in
 accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
 suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
 obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior approval
 of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
 approval of the BLM Vernal Field Office shall be obtained and notification given before resumption
 of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Sundry Number: 43928 API Well Number: 43047533980000

| | STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES | | FORM 9 | | |
|--|--|--|--|--|--|
| ι | s NG | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191-A | | | |
| SUNDR | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | | |
| | oposals to drill new wells, significantly de reenter plugged wells, or to drill horizont n for such proposals. | | 7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES | | |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: NBU 922-33F4CS | | |
| 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON | ISHORE, L.P. | | 9. API NUMBER: 43047533980000 | | |
| 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th | P h Street, Suite 600, Denver, CO, 80217 3 | HONE NUMBER: 779 720 929-6 | 9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2427 FNL 0690 FWL | | | COUNTY: UINTAH | | |
| QTR/QTR, SECTION, TOWNSH | HIP, RANGE, MERIDIAN: 33 Township: 09.0S Range: 22.0E Meridia | an: S | STATE: UTAH | | |
| 11. CHECH | K APPROPRIATE BOXES TO INDICATE | NATURE OF NOTICE, REPOR | RT, OR OTHER DATA | | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | | |
| NOTICE OF INTENT Approximate date work will start: | CHANGE TO PREVIOUS PLANS | ALTER CASING CHANGE TUBING | CASING REPAIR CHANGE WELL NAME | | |
| 12/27/2013 | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE | | |
| SUBSEQUENT REPORT Date of Work Completion: | DEEPEN | FRACTURE TREAT | ☐ NEW CONSTRUCTION | | |
| | OPERATOR CHANGE PRODUCTION START OR RESUME | PLUG AND ABANDON RECLAMATION OF WELL SITE | ☐ PLUG BACK ☐ RECOMPLETE DIFFERENT FORMATION | | |
| SPUD REPORT Date of Spud: | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | ☐ TEMPORARY ABANDON | | |
| | TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL | | |
| DRILLING REPORT Report Date: | ☐ WATER SHUTOFF | SI TA STATUS EXTENSION | ✓ APD EXTENSION | | |
| | WILDCAT WELL DETERMINATION | OTHER | OTHER: | | |
| Kerr-McGee Oil & G an extension to this | completed operations. Clearly show all tas Onshore, L.P. (Kerr-McGee APD for the maximum time al with any questions and/or cor | e) respectfully requests lowed. Please contact | Approved by the Utah Division of Oil, Gas and Mining Date: October 24, 2013 | | |
| | | | By: Dagyll | | |
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| | | | | | |
| NAME (PLEASE PRINT) Teena Paulo | PHONE NUMBER 720 929-6236 | R TITLE Staff Regulatory Specialist | | | |
| SIGNATURE N/A | | DATE 10/18/2013 | | | |

Sundry Number: 43928 API Well Number: 43047533980000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047533980000

API: 43047533980000 Well Name: NBU 922-33F4CS

Location: 2427 FNL 0690 FWL QTR SWNW SEC 33 TWNP 090S RNG 220E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 12/27/2012

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| g to a concession of come to more approximation, the concession of |
|--|
| • If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No |
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| • Has there been any unit or other agreements put in place that could affect the permitting or operation of th proposed well? (Yes (No |
| Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No |
| • Has the approved source of water for drilling changed? Yes No |
| Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No |
| • Is bonding still in place, which covers this proposed well? 📵 Yes 🔘 No |
| nature: Teena Paulo Date: 10/18/2013 |

Sig

Title: Staff Regulatory Specialist Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Sundry Number: 57956 API Well Number: 43047533980000

| | STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES | | FORM 9 | | |
|--|--|--|--|--|--|
| ι | G | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191-A | | | |
| SUNDR | N WELLS | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | |
| | posals to drill new wells, significantly de- reenter plugged wells, or to drill horizonta n for such proposals. | | 7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES | | |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: NBU 922-33F4CS | | |
| 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON | ISHORE, L.P. | | 9. API NUMBER: 43047533980000 | | |
| 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th | Pi n Street, Suite 600, Denver, CO, 80217 3 | HONE NUMBER: 720 929-6 | 9. FIELD and POOL or WILDCAT: 1NATURAL BUTTES | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2427 FNL 0690 FWL | | | COUNTY: UINTAH | | |
| QTR/QTR, SECTION, TOWNSH | IIP, RANGE, MERIDIAN: 33 Township: 09.0S Range: 22.0E Meridia | n: S | STATE: UTAH | | |
| 11. CHECI | K APPROPRIATE BOXES TO INDICATE | NATURE OF NOTICE, REPOR | T, OR OTHER DATA | | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | | |
| | ACIDIZE | ALTER CASING | CASING REPAIR | | |
| Approximate date work will start: | CHANGE TO PREVIOUS PLANS | CHANGE TUBING | CHANGE WELL NAME | | |
| 11/19/2014 | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE | | |
| SUBSEQUENT REPORT | DEEPEN | FRACTURE TREAT | NEW CONSTRUCTION | | |
| Date of Work Completion: | OPERATOR CHANGE | PLUG AND ABANDON | PLUG BACK | | |
| | PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION | | |
| SPUD REPORT Date of Spud: | | | | | |
| | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | L TEMPORARY ABANDON | | |
| | L TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL | | |
| DRILLING REPORT Report Date: | WATER SHUTOFF | SI TA STATUS EXTENSION | ✓ APD EXTENSION | | |
| | WILDCAT WELL DETERMINATION | OTHER | OTHER: | | |
| Kerr-McGee Oil & G an extension to this | completed operations. Clearly show all pass Onshore, L.P. (Kerr-McGee APD for the maximum time all with any questions and/or con |) respectfully requests owed. Please contact | Approved by the Utlehrenhibero25o12014 Oil, Gas and Mining | | |
| | | | Date: | | |
| | | | By: Daggill | | |
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| | | | | | |
| NAME (PLEASE PRINT) | PHONE NUMBER | TITLE | | | |
| Kay E. Kelly | 720 929 6582 | Regulatory Analyst | | | |
| SIGNATURE N/A | | DATE 11/19/2014 | | | |

Sundry Number: 57956 API Well Number: 43047533980000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047533980000

API: 43047533980000 Well Name: NBU 922-33F4CS

Location: 2427 FNL 0690 FWL QTR SWNW SEC 33 TWNP 090S RNG 220E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 12/27/2012

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| • If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No |
|---|
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| • Has there been any unit or other agreements put in place that could affect the permitting or operation of thi proposed well? Yes No |
| • Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? (Yes (No |
| • Has the approved source of water for drilling changed? Yes No |
| • Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No |
| • Is bonding still in place, which covers this proposed well? Yes No |
| nature: Kay E. Kelly Date: 11/19/2014 |

Sig

Title: Regulatory Analyst Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

MAY 07 2015

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| | LAPITOS. | <i>,</i> u |
|----|------------------|------------|
| Ϊ. | Lease Serial No. | |
| | LITTIIO4404A | |

| SUNDRY | UREAU OF LAND MANA NOTICES AND REPO | RTS ON W | ELLS | BLN | И | | e Serial No. J01191A | July 31, 2010 |
|--|---|--|---|---------------------------|-----------------------------------|-------------------------|---|---|
| abandoned we | is form for proposals to II. Use form 3160-3 (AP | PD) for such | e-enter ar proposal | 7 'S. | | 6. If In | dian, Allottee or | Tribe Name |
| SUBMIT IN TRI | PLICATE - Other instruc | ctions on re | verse sid | e. | | | nit or CA/Agree J63047A | ment, Name and/or No. |
| 1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Otl | her | | • | | | | Name and No. 922-33F4CS | |
| 2. Name of Operator KERR MCGEE OIL & GAS OF | Contact: | JENNIFER R.THOMAS@A | THOMAS | D.COM | | | Well No. 047-53398 | · |
| 3a. Address P.O. BOX 173779 1099 18TH DENVER, CO 80217 | | , | o. (include a | o. (include area code) 10 | | | 10. Field and Pool, or Exploratory NATURAL BUTTES | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Description | i) | | - | | 11. Cou | inty or Parish, a | nd State |
| Sec 33 T9S R22E Mer SLB | SWWW | | ź | | | UIN | TAH COUNT | Y, UT |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | O INDICATI | E NATUR | E OF N | OTICE, RE | PORT, | OR OTHER | DATA |
| TYPE OF SUBMISSION | | | Т | YPE OF | ACTION | | | |
| ☑ Notice of Intent | ☐ Acidize | ☐ Dec | epen | | ☐ Producti | on (Start | /Resume) | ☐ Water Shut-Off |
| | ☐ Alter Casing | ☐ Fra | cture Treat | : | ☐ Reclama | tion | | ☐ Well Integrity |
| ☐ Subsequent Report | □ Casing Repair | ☐ Nev | w Construc | tion | ☐ Recomp | lete | | Other Change to Original A |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plu | g and Abar | ndon | ☐ Tempora | rily Aba | ındon | PD |
| | ☐ Convert to Injection | ☐ Plu | g Back | | ☐ Water D | Disposal | | 2 |
| If the proposal is to deepen directional Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fixer-McGee Oil & Gas Onshot extension to this APD for the next. | k will be performed or provide operations. If the operation re- andonment Notices shall be file in the inspection.) re. L.P. (Kerr-McGee) res | the Bond No. o sults in a multip ed only after all | n file with E le completion requirement uests an | BLM/BIA. on or recon | Required suba apletion in a ne | sequent re ew interv | eports shall be fi al, a Form 3160 en completed, ar | iled within 30 days -4 shall be filed once |
| undersigned with any question | s and/or comments. Tha | nk you. | | | • | 1 | | el 6/2/15 |
| APD- 6/5/13 | | | R | ECEIV | ED | ENG. Z | | F (8(-717) |
| NEAR- 2013-74 EA | • | | | | | | GEOL | |
| | | | JU | N 15 | 2015 | 1 | E.S | |
| CONDITIONS OF AP | PROVAL ATTACHED | . [| DIV. OF C | DIL, GAS | & MINING | , | PET | C C C C C C C C C C C C C C C C C C C |
| • | | | | | | 1 | RECL | t grant and a second |
| 14. I hereby certify that the foregoing is | true and correct. Electronic Submission #: For KERR MCGE Committed to AFMSS for | E OIL & GAS | ONSHORE | E, sent to | the Vernal | • | , | |
| Name (Printed/Typed) JENNIFER | THOMAS | | Title F | REGULA | TORY SPE | CIALIS | Г | |
| Signature (Electronic S | ubmission) | | Date (|)5/07/20 | 15 | | | |
| | THIS SPACE FO | R FEDERA | L OR S | TATE O | FFICE US | E | | |
| 141 | / | | T:41- | Assist | ant Field I k Mineral F | Vlanag Resour | er ces | JUN-0 5 2015 |
| Approved By | Approval of this natice does | | Title | <u>Lai 100 C</u> | R ITHITOTEM T | | | - denues a main |
| Conditions of approval, if any, are attached entify that the approval holds legal or equivalent would entitle the applicant to conduction | itable title to those rights in the | subject lease | Office | VERN | AL FIEL | D OFF | KCE | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S. States any false, fictitious or fraudulent st | J.S.C. Section 1212, make it a tatements or representations as | crime for any pe | erson knowi | ngly and w | rillfully to mak | e to any | department or a | gency of the United |

CONDITIONS OF APPROVAL

Kerr McGee Oil and Gas Onshore LP.

Notice of Intent APD Extension

Lease:

UTU-01191A

Well:

NBU 922-33F4CS

Location:

SWNW Sec 33-T9S-R22E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 06/05/2017.
- 2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Robin L Hansen of this office at (435) 781-2777

Sundry Number: 68215 API Well Number: 43047533980000

| | STATE OF UTAH DEPARTMENT OF NATURAL RESOURG | | FORM 9 |
|--|--|--|--|
| | CES NING | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191-A | |
| SUNDF | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | |
| | oposals to drill new wells, significantly reenter plugged wells, or to drill horizon for such proposals. | | 7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: NBU 922-33F4CS |
| 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON | NSHORE, L.P. | | 9. API NUMBER: 43047533980000 |
| 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18t | h Street, Suite 600, Denver, CO, 8021 | PHONE NUMBER: 7 3779 720 929- | 9. FIELD and POOL or WILDCAT: 5NXTURAL BUTTES |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2427 FNL 0690 FWL | | | COUNTY: UINTAH |
| QTR/QTR, SECTION, TOWNS | HIP, RANGE, MERIDIAN: 33 Township: 09.0S Range: 22.0E Mer | idian: S | STATE: UTAH |
| 11. CHEC | K APPROPRIATE BOXES TO INDICA | TE NATURE OF NOTICE, REPOR | RT, OR OTHER DATA |
| TYPE OF SUBMISSION | | TYPE OF ACTION | |
| | ACIDIZE | ALTER CASING | CASING REPAIR |
| NOTICE OF INTENT Approximate date work will start: | CHANGE TO PREVIOUS PLANS | CHANGE TUBING | CHANGE WELL NAME |
| 12/4/2015 | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE |
| SUBSEQUENT REPORT | DEEPEN | FRACTURE TREAT | ☐ NEW CONSTRUCTION |
| Date of Work Completion: | OPERATOR CHANGE | PLUG AND ABANDON | PLUG BACK |
| | PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION |
| SPUD REPORT Date of Spud: | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | TEMPORARY ABANDON |
| | TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL |
| DRILLING REPORT | WATER SHUTOFF | SI TA STATUS EXTENSION | ✓ APD EXTENSION |
| Report Date: | WILDCAT WELL DETERMINATION | OTHER | OTHER: |
| 12 DESCRIBE PROPOSED OR | COMPLETED OPERATIONS. Clearly show | all pertinent details including dates | · <u> </u> |
| Kerr-McGee Oil & G an extension to this | as Onshore, L.P. (Kerr-McG APD for the maximum time with any questions and/or c | ee) respectfully requests allowed. Please contact | Approved by the |
| | | | Date: |
| | | | By: bally |
| | | | |
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| | | | |
| NAME (PLEASE PRINT) Jennifer Thomas | PHONE NUME 720 929-6808 | BER TITLE Regulatory Specialist | |
| SIGNATURE N/A | | DATE 12/4/2015 | |

Sundry Number: 68215 API Well Number: 43047533980000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047533980000

API: 43047533980000 Well Name: NBU 922-33F4CS

Location: 2427 FNL 0690 FWL QTR SWNW SEC 33 TWNP 090S RNG 220E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 12/27/2012

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| • If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No |
|---|
| • Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of thi proposed well? Yes No |
| • Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? (Yes (No |
| • Has the approved source of water for drilling changed? 🔘 Yes 🍺 No |
| • Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No |
| • Is bonding still in place, which covers this proposed well? Yes No |
| nature: Jennifer Thomas Date: 12/4/2015 |

Sig

Title: Regulatory Specialist Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Sundry Number: 76029 API Well Number: 43047533980000

| STATE OF UTAH | | | FORM 9 |
|---|-------------------------------|--------------------------------|--|
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191-A |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | | 7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: NBU 922-33F4CS |
| 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. | | | 9. API NUMBER: 43047533980000 |
| 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 720 929-6 | | | 9. FIELD and POOL or WILDCAT: 456ATURAL BUTTES |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2427 FNL 0690 FWL | | | COUNTY: UINTAH |
| QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWNW Section: 33 Township: 09.0S Range: 22.0E Meridian: S | | lian: S | STATE: UTAH |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | |
| | ACIDIZE | ALTER CASING | CASING REPAIR |
| NOTICE OF INTENT Approximate date work will start: 11/3/2016 | CHANGE TO PREVIOUS PLANS | CHANGE TUBING | CHANGE WELL NAME |
| | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE |
| SUBSEQUENT REPORT | DEEPEN | FRACTURE TREAT | ☐ NEW CONSTRUCTION |
| Date of Work Completion: | OPERATOR CHANGE | PLUG AND ABANDON | PLUG BACK |
| SPUD REPORT Date of Spud: | PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION |
| | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | TEMPORARY ABANDON |
| | TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL |
| DRILLING REPORT | WATER SHUTOFF | SI TA STATUS EXTENSION | ✓ APD EXTENSION |
| Report Date: | | | |
| | WILDCAT WELL DETERMINATION | OTHER | OTHER: |
| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you. Approved by the Ulake Division Sof 2016 Oil, Gas and Mining | | | |
| | | | Date: |
| | | | By: Bally |
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| | | | |
| | | | |
| NAME (PLEASE PRINT) | PHONE NUMBI | ER TITLE | |
| Candice Barber | 435 781-9749 | HSE Representative | |
| SIGNATURE N/A | | DATE 11/3/2016 | |

Sundry Number: 76029 API Well Number: 43047533980000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047533980000

API: 43047533980000 Well Name: NBU 922-33F4CS

Location: 2427 FNL 0690 FWL QTR SWNW SEC 33 TWNP 090S RNG 220E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 12/27/2012

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|--|
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No |
| • Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? (Yes (No |
| • Has the approved source of water for drilling changed? 🔘 Yes 🌘 No |
| • Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? (Yes (No |
| • Is bonding still in place, which covers this proposed well? Yes No |
| nature: Candice Barber Date: 11/3/2016 |

Sig

Title: HSE Representative Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.